

*The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## **APPLIED INTERNATIONAL HOLDINGS LIMITED**

**實力國際集團有限公司\***

*(incorporated in Bermuda with limited liability)*

**(Stock Code: 519)**

### **ANNOUNCEMENT**

The Board has noted the recent increase in the trading price and increase in trading volume of the shares of the Company and wishes to state that, save for the disposal announcement dated 10 April 2006 and the Share Repurchase as disclosed herein, the Board is not aware of any reasons for such movements.

This announcement is made at the request of The Stock Exchange of Hong Kong Limited.

The board of directors (the “Board”) of Applied International Holdings Limited (the “Company”) has noted the recent increase in the trading price and increase in trading volume of the shares of the Company and wishes to state that the Board is not aware of any reasons for such movements save as disclosed below.

On 21 April 2006, the Company, in response to the unusual fluctuations in the trading price and trading volume of the shares of the Company, repurchased 1,000,000 of its own shares in the open market, being approximately 3.54% of the trading volume of the day, at the highest and lowest prices per share of HK\$0.455 (the “Share Repurchase”). The Share Repurchase has been funded from internal resources of the Company. The aggregate consideration for the Share Repurchase is HK\$455,000. The 1,000,000 repurchased shares represent approximately 0.11% of the existing issued share capital of the Company. After the Share Repurchase, the total number of issued shares of the Company will be reduced to 916,622,826 shares. Up to the date of this announcement, the Company has repurchased 9,720,000 of its own shares pursuant to the repurchase mandate granted to the Board at the annual general meeting of the Company held on 21 November 2005 and the accumulated number of shares repurchased by the Company is 24,460,000 since 20 January 2005.

Save as the disposal announcement dated 10 April 2006, the disposal transaction is progressing on schedule, the Board confirms that there are no negotiations or agreements relating to intended acquisitions or realizations which are discloseable under Rule 13.23 of the Rules Governing the Listing of Securities on Main Board of The Stock Exchange of Hong Kong Limited (the “Listing Rules”), neither is the Board aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

Made by the order of the Board, the directors of which collectively and individually accept responsibility for the accuracy of this announcement.

By order of the Board  
**Applied International Holdings Limited**  
**Hung Kai Mau, Marcus**  
*Executive Director*

Hong Kong, 21 April 2006

*As at the date of this announcement, the Executive Directors of the Company are Mr. Hung Kin Sang, Raymond, Ms. Hung Wong Kar Gee, Mimi, Mr. Fang Chin Ping and Mr. Hung Kai Mau, Marcus and the Independent Non-executive Directors of the Company are Mr. Soo Hung Leung, Lincoln, Mr. Lo Yun Tai, Mr. Lun Tsan Kau and Mr. Lam Ka Wai, Graham.*

\* *For identification only*

“Please also refer to the published version of this announcement in the South China Morning Post and China Daily”