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# 東方明珠創業有限公司\*

## Pearl Oriental Innovation Limited

(the “Company”)

*(Incorporated in Bermuda with limited liability)*

(Stock Code: 632)

### CLARIFICATION ANNOUNCEMENT

The Company shall further include the following details of a director that is required to be disclosed pursuant to the Listing Rules.

Reference is made to the announcement (the “29.5.06 Announcement”) of the Company dated 29 May 2006, the Directors of the Company wish to clarify certain information contained in the 29.5.06 Announcement as follows:

The 29.5.06 Announcement stated that “The appointment of the new Directors and their biographies have been disclosed in the Circular (dated 4 May 2006). Please refer to the Circular for the biographical details of the new Directors”. Apart from such biographical details contained in the Circular, the Company shall further include in the 29.5.06 Announcement the following details of the new Directors:

1. Dr Anwar Ibrahim, independent non-executive Director of the Company, had been convicted for corruption and sodomy under Malaysian law on 14 April 1999 and 8 August 1999 respectively and sentenced to prison for six years and nine years respectively. On 2 September 2004, the Federal Court of Malaysia overturned the sodomy charge due to inconsistencies in the prosecution’s case and Dr. Anwar Ibrahim was therefore acquitted of the sodomy charge.
2. The 29.5.06 Announcement stated that “save as disclosed above, there is no information about any of the new Directors that is required to be disclosed pursuant to Rule 13.51 (2) (h) to (v) of the Listing Rules.” The accuracy and completeness of this statement should be subjected to the aforesaid further details provided by of Dr. Anwar Ibrahim.
3. In relation to the corruption charge, it is the position of Dr. Anwar Ibrahim that the conviction was obtained through politically motivated and highly irregular trial has been widely condemned by international organizations and governments including the International Commission of Jurists. As to the fairness of the trial of Dr. Anwar Ibrahim is questionable, the Company trusts that Dr. Anwar Ibrahim does possess the character, experience and integrity and is able to demonstrate a standard of competence commensurate with his position as a director, especially in view of Dr. Anwar Ibrahim’s network and influence in the Islamic world.

As disclosed in the 2007 Annual Report of the Company, Dr. Anwar Ibrahim will offer himself for re-election in the upcoming annual general meeting of the Company.

As at the date hereof, the Board comprises six executive Directors, namely Mr. Wong Yuk Kwan (alias: Wong Kwan), Mr. Chan Yiu Keung, Mr. Cheung Kwok Yu, Mr. Zhou Li Yang, Mr. Zheng Yingsheng and Mr. Johnny Yuen; three independent non-executive Directors, namely Dr. Anwar Ibrahim, Mr. Fung Hing Chiu, Cyril and Mr. Lai Shi Hong, Edward.

By Order of the Board  
**Pearl Oriental Innovation Limited**  
**Cheung Kwok Yu**  
*Executive Director and Company Secretary*

Hong Kong, 9 August 2007

\* *For identification purposes only*