

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.



Peace Mark (Holdings) Limited

(Incorporated in Bermuda with limited liability)

(Stock code: 304)

CHANGE OF BOARD LOT SIZE

The Board announces that the board lot size for trading in the Shares on the Stock Exchange is proposed to be changed from 10,000 Shares to 2,000 Shares with effect from Monday, 26 February 2007. The change of board lot size will not result in any change of the relative rights of the Shareholders.

The Shareholders may submit their share certificates in board lot(s) of 10,000 Shares (light green in colour) to the Company's branch share registrar in Hong Kong in exchange for new share certificates in board lots of 2,000 Shares (light yellow in colour) free of charge between 9:00 a.m. and 4:00 p.m. on any business day from Thursday, 8 February 2007 to Monday, 26 March 2007 (both dates inclusive).

A circular containing details on the change of board lot size will be despatched to the Shareholders as soon as practicable.

The board of directors (the "Board") of Peace Mark (Holdings) Limited (the "Company") announces that the board lot size for trading in the shares of HK\$0.10 each in the capital of the Company (the "Shares") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") is proposed to be changed from 10,000 Shares to 2,000 Shares with effect from Monday, 26 February 2007.

Based on the closing price of HK\$6.54 per Share as at the date of this announcement and the existing board lot size of 10,000 Shares, the prevailing board lot value is HK\$65,400. On the basis of the aforesaid closing price and the new board lot size of 2,000 Shares, the new board lot value would be HK\$13,080. The change in board lot size will reduce the board lot value and hence improve the liquidity of the Shares and broaden the shareholder base of the Company. The change of board lot size will not result in any change of the relative rights of the holders of the Shares (the "Shareholders").

FREE EXCHANGE OF SHARE CERTIFICATES

In respect of the change of board lot size, the Shareholders may submit their share certificates (the "Existing Share Certificate") in board lot(s) of 10,000 Shares (light green in colour) to the Company's branch share registrar in Hong Kong, Secretaries Limited at 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong, in exchange for new share certificates (the "New Share Certificate") in board lots of 2,000 Shares (light yellow in colour) free of charge between 9:00 a.m. and 4:00 p.m. on any business day from Thursday, 8 February 2007 to Monday, 26 March 2007 (both dates inclusive). It is expected that New Share Certificates will be available for collection within 10 business days after the submission of the Existing Share Certificates to Secretaries Limited for exchange.

From 27 March 2007 onwards, exchange of Existing Share Certificates for New Share Certificates will only be made at a cost of HK\$2.5 (or such higher amount as may be allowed by the Stock Exchange from time to time) for each Existing Share Certificate cancelled or each New Share Certificate issued, whichever is higher. Nevertheless, Existing Share Certificate will continue to be good evidence of legal title and may be exchanged for New Share Certificate at any time.

EXPECTED TIMETABLE FOR THE CHANGE OF BOARD LOT SIZE

2007

First day of free exchange of Existing Share Certificates
(light green in colour) for New Share Certificates
(light yellow in colour) in board lots of 2,000 Shares Thursday, 8 February

Effective date for change of board lot size from
10,000 Shares to 2,000 Shares Monday, 26 February

Original counter for trading in board lots of 10,000 Shares
closes and becomes counter for trading in board lots
of 2,000 Shares 9:30 a.m. on Monday, 26 February

Temporary counter for trading in board lots of
10,000 Shares opens 9:30 a.m. on Monday, 26 February

Parallel trading in the Shares commences 9:30 a.m. on Monday, 26 February

Temporary counter for trading in board lots of
10,000 Shares closes 4:00 p.m. on Monday, 19 March

Parallel trading in the Shares ends 4:00 p.m. on Monday, 19 March

Last day for free exchange of Existing Share Certificates
for New Share Certificates in board lots of 2,000 Shares Monday, 26 March

GENERAL

A circular containing information on the change of board lot size will be despatched to the Shareholders as soon as practicable.

By Order of the Board
Fong Ho Yan
Company Secretary

Hong Kong, 31 January 2007

As at the date of this announcement, the executive directors of the Company are Mr. Chau Cham Wong, Patrick, Mr. Leung Yung, Mr. Tsang Kwong Chiu, Kevin, Mr. Man Kwok Keung and Mr. Cheng Kwan Ling. The independent non-executive directors of the Company are Ms. Susan So, Mr. Kwok Ping Ki, Albert, Mr. Tang Yat Kan, Mr. Wong Yee Sui, Andrew and Mr. Mak Siu Wing, Clifford.

Please also refer to the published version of this announcement in South China Morning Post.