



# Peace Mark (Holdings) Limited

*(Incorporated in Bermuda with limited liability)*

(Stock Code: 0304)

## UNUSUAL PRICE AND TRADING VOLUME MOVEMENTS

This announcement is made at the request of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

The board of directors (the “Board”) of Peace Mark (Holdings) Limited (the “Company”) has noted today’s decrease in the price of, and increase in the trading volume of, the shares of the Company (the “Shares”) and wishes to state that the Board is not aware of any reasons for such fluctuations.

The Company has been advised by its controlling shareholder (the “Controlling Shareholder”) that the Controlling Shareholder is considering a possible acquisition (the “Possible Acquisition”) of a timepiece manufacturer in Switzerland and negotiations in respect of the Possible Acquisition are in advance stages. In the event that the Possible Acquisition proceeds, certain continuing connected transactions may arise in relation to the sourcing of timepiece movements. Further announcement will be made in relation to the possible continuing connected transactions if required under the Listing Rules. **Since the Possible Acquisition may not proceed. Shareholders and potential investors of the Company should exercise cautions when dealing in the Shares.**

Save as disclosed above, we confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Rule 13.23 of the Rules Governing the Listing of Securities on the Stock Exchange (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 individually and jointly accept responsibility for the accuracy of this announcement.

On behalf of the Board  
**Peace Mark (Holdings) Limited**  
**Chau Cham Wong, Patrick**  
*Chairman*

Hong Kong, 16 August 2007

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