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VICTORY CITY INTERNATIONAL HOLDINGS LIMITED

冠華國際控股有限公司*

(incorporated in Bermuda with limited liability)

(Stock code: 539)

RESULTS OF SGM AND SIGNING OF GUARANTEES

The Board is pleased to announce that the resolution approving the Proposed Connected Transactions was duly passed by way of poll at the SGM held on 17 October 2007.

Reference is made to the announcement (“**Announcement**”) dated 3 September 2007 of Victory City International Holdings Limited (“**Company**”), the circular (“**Circular**”) of the Company dated 25 September 2007 in relation to, among other matters, the Guarantees and the Proposed Connected Transactions to be constituted thereby and the notice (“**SGM Notice**”) dated 25 September 2007 convening the special general meeting (“**SGM**”) of the Company held on 17 October 2007. Capitalised terms used in this announcement shall have the same meanings as those defined in the Circular, unless the context otherwise requires.

RESULTS OF SGM

The SGM was held on 17 October 2007 to consider the ordinary resolution (“**Resolution**”) approving the Proposed Connected Transactions. Details of the resolution were set out in the SGM Notice. The Proposed Connected Transactions were subject to the approval by the Independent Shareholders at the SGM, the voting of which was taken on a poll.

The Board is pleased to announce that the Resolution was duly passed by the Independent Shareholders by poll as an ordinary resolution at the SGM.

As at the date of the SGM, there are a total of 658,981,899 Shares in issue. To the best knowledge, belief and information of the Directors, as at the date of the SGM, Mr Choi held 3,228,000 Shares (which represented approximately 0.49% of the issued share capital of the Company). Mr Choi and his associates were required to abstain, and have abstained, from voting at the SGM on the resolution regarding the Proposed Connected

Transactions. A total of 655,753,899 Shares were held by the Independent Shareholders who were entitled to attend and vote for or against the Resolution at the SGM. As at the date of the SGM, there is no Share in issue entitling the holder to attend and vote only against the Resolution at the SGM.

Independent Shareholders holding 316,963,134 Shares (“**Voting Shares**”) attended and voted in person or by proxy or corporate representative at the SGM. Such Independent Shareholders exercised the voting rights attaching to (i) 295,467,748 Voting Shares (representing approximately 93.22% of the Voting Shares) to vote in favour of the resolution and (ii) 21,495,386 Voting Shares (representing approximately 6.78% of the Voting Shares) to vote against the resolution.

Tricor Secretaries Limited, the Hong Kong branch share registrar of the Company, was appointed and acted as scrutineer for the vote-taking at the SGM.

SIGNING OF GUARANTEES

As mentioned in the Announcement, the Company would issue a separate announcement disclosing the date of the Guarantees as required under Rules 14.58(3) and 14A.56(1) of the Listing Rules when such information became available upon the execution of the Guarantees.

The Board announces that save for the DBS Guarantee, the Guarantees were executed by the relevant guarantors on 17 October 2007 after the approval by the Independent Shareholders for the Proposed Connected Transactions has been obtained. Save for the DBS Guarantee, the Guarantees were all dated 17 October 2007.

The Company has been informed by DBS and the Directors are given to understand that DBS is prepared to consider making available or continuing to make available the DBS Facilities to Ford Glory on the basis that the DBS Facilities shall be secured by an existing continuing guarantee and indemnity dated 14 March 2002 and provided by each of VCCL and the Company in favour of Dao Heng Bank Limited (now known as “DBS Bank (Hong Kong) Limited”) for all moneys owing or payable by Ford Glory to Dao Heng Bank Limited. As the DBS Facilities no longer need to be secured by the DBS Guarantee, the Company and VCCL will not execute the DBS Guarantee.

By order of the Board
Victory City International Holdings Limited
Lee Chung Shing
Company Secretary

Hong Kong, 17 October 2007

As at the date of this announcement, the Board comprises five executive Directors, namely, Li Ming Hung, Chen Tien Tui, So Kam Wah, Lee Yuen Chiu, Andy and Choi Lin Hung, and three independent non-executive Directors, namely, Kan Ka Hon, Phaisalakani Vichai and Kwok Sze Chi.

* *for identification purposes only*