



# **TACK FAT GROUP INTERNATIONAL LIMITED**

*(Incorporated in the Cayman Islands with limited liability)*

(Stock Code: 928)

## **(1) PROFIT WARNING; (2) OUTSTANDING INDEBTEDNESS OF THE GROUP; AND (3) SUSPENSION OF TRADING**

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

### **PROFIT WARNING**

The Board wishes to announce that the results of the Group for the financial year ended 31 March 2008 are expected to be significantly decreased as compared to last financial year mainly due to the increase in costs for the Group's production and the write off of certain inventories of the Group.

### **OUTSTANDING INDEBTEDNESS OF THE GROUP**

Based on the preliminary draft unaudited consolidated financial statements of the Group, total indebtedness of the Group as at 31 March 2008 amounted to approximately HK\$992 million. Further borrowings of approximately HK\$99 million were made by the Group since 1 April 2008. As at the date of this announcement, the Group has received various demand letters from banks, creditors and professional parties to request payment of the whole or part of the indebtedness (and the related interest and expenses) due to them. The Group has defaulted in repayment of certain bank loans and borrowings (including HK\$145 million due to Taipei Fubon Bank, HK\$133 million due to Citic Ka Wah Bank and HK\$164,300 due to BCM (Banco Comercial de Macau) S.A.) and has breached the relevant loan agreements. The Group is unable to repay the current amounts due to these banks and creditors.

### **SUSPENSION OF TRADING**

At the request of the Company, trading in the shares of the Company on the main board of the Stock Exchange has been suspended with effect from 9:30 a.m., 30 July 2008 pending the release of the results of the Company for the year ended 31 March 2008.

This announcement is made by Tack Fat Group International Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules (the “**Listing Rules**”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

## **PROFIT WARNING**

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that the results of the Group for the financial year ended 31 March 2008 are expected to be significantly decreased as compared to last financial year mainly due to the increase in costs for the Group’s production and the write off of certain inventories of the Group.

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By order of the Board  
**Tack Fat Group International Limited**  
**Gary Drew Douglas**  
*Executive Director*

Hong Kong, 12 August 2008

*As at the date of this announcement, the executive Directors are Mr. Kwok Wing, Mr. Ho Yik Kin, Norman, Mr. Kwok Kam Chuen, Ms. Kwok Choi Ha, Mr. Gary Drew Douglas, Mr. Chan Chak Kai, Kenneth and Mr. Lam Yick Sing, and the independent non-executive Directors are Mr. Liu Kwong Sang and Mr. Ching Kwok Ho, Samuel.*