



北方興業控股有限公司*
NORTHERN INTERNATIONAL HOLDINGS LIMITED
(Incorporated in Bermuda with limited liability)
(Stock Code: 736)

ACCEPTANCE OF THE TERMINATION OF THE OPEN OFFER

The Underwriter purported to serve a notice dated 13 April 2005 on the Company to terminate the Underwriting Agreement. The Company had accepted the termination of the open offer agreement.

At the request of the Company, trading in the Shares on the Stock Exchange has been suspended from 11:56 a.m. of 10 July 2006 and has been remained in suspension pending the release an announcement relating to a very substantial disposal transaction.

Reference is made to the announcements of Northern International Holdings Limited (the "Company") dated 28 January 2005 and 18 April 2005, the Company's circular dated 4 March 2005 and the Company's prospectus dated 23 March 2005 (the "Prospectus") in relation to the Open Offer. Capitalised terms used herein shall have the same meanings as defined in the Prospectus unless otherwise stated.

ACCEPTANCE OF THE TERMINATION OF THE OPEN OFFER

The Company had seek the legal advices on the feasibility of any necessary actions to be taken against the Underwriter to enforce its rights under the Underwriting Agreement. After considering the opinions from legal advisers and the difficulties on proceeding of claims against the Underwriter, the directors of the Company have concluded that the Company accepted the termination of the open offer agreement by the Underwriter in order to concentrate on the improvement of the Company's businesses.

SUSPENSION OF TRADING

At the request of the Company, trading in the Shares on the Stock Exchange has been suspended from 11:56 a.m. on Monday, 10 July 2006 and has been remained in suspension pending the release of an announcement relating to a very substantial disposal transaction.

By Order of the Board
Wong Siu Keung, Joe
Company Secretary

Hong Kong, 10 July 2006

As at the date of this announcement, the executive directors of the Company are Messrs. Chong Sing Yuen, Wong Siu Keung, Joe, Au Tat On, Lu Xiao Dong; and the independent non-executive directors of the Company are Messrs. Cheng Kwok Hing, Andy, Yeung Yuen Hei and Yeung King Wah.

* *For identification only*

Please also refer to the published version of this announcement in The Standard.