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FAVA INTERNATIONAL HOLDINGS LIMITED

名家國際控股有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 08108)

COMPLETION OF PLACING OF NEW SHARES

Placing Agent



Guotai Junan Securities (Hong Kong) Limited

The Board is pleased to announce that completion of the Placing took place on 27 May 2009.

Reference is made to the announcement of the Company dated 18 May 2009 (the “Announcement”) in relation to the Placing of 182,000,000 new Shares pursuant to the Placing Agreement. Unless otherwise stated, terms used herein shall have the same meanings as defined in the Announcement.

The Board is pleased to announce that all conditions of the Placing stated in the Placing Agreement have been fulfilled. Completion of the Placing took place on 27 May 2009, pursuant to which the Company allotted and issued 182,000,000 new Shares to not fewer than six Placees at a price of HK\$0.102 per Placing Share. To the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, the Placees are third parties independent of the Company and its connected persons. The net proceeds from the Placing amount to approximately HK\$17.98 million.

* *For identification purposes only*

Set out below is the shareholding structure of the Company before and after the Completion:

Shareholders	Before Completion		Immediately after Completion	
	Number of Shares	Approximate shareholding %	Number of Shares	Approximate shareholding %
True Allied Assets Limited ("True Allied") (Note)	351,518,000	29.22	351,518,000	25.39
Director				
Mr. Li Ge	37,012,000	3.07	37,012,000	2.67
Public Shareholders				
The Placees	–	–	182,000,000	13.14
Others	814,269,970	67.71	814,269,970	58.80
Total	<u>1,202,799,970</u>	<u>100.00</u>	<u>1,384,799,970</u>	<u>100.00</u>

Note: True Allied is a company incorporated in the British Virgin Islands and beneficially owned by Ms. Huang Ye Hua.

As at the date of this announcement, the existing authorized share capital of the Company consists of 250,000,000,000 Shares out of which 1,384,799,970 Shares are issued and fully paid up.

On 20 June 2008, a trademark transfer agreement was entered into between Langfang Huari Hengyu Home Co., Ltd. (廊坊華日恒宇家居有限公司) as purchaser, Lang Fang Huari Furniture Joint Stock Co., Ltd. (廊坊華日家具股份有限公司) as vendor, and the Company as guarantor, pursuant to which, so far as permitted by the applicable laws and regulations, the Company shall pay the consideration under the said trademark transfer agreement by way of allotment and issue of fully paid new Shares on or before 31 December 2014, the number of which (assuming no subdivision or consolidation of Shares will take place from 26 June 2008 to the date of allotment of such new Shares) will not exceed 106,318,182 Shares. As at the date of this announcement, Mr. Zhou Xu En and his parents in aggregate held approximately 98% equity interests in Lang Fang Huari Furniture Joint Stock Co., Ltd. (廊坊華日家具股份有限公司) and Mr. Zhou Xu En himself held approximately 9.09% of the issued share capital of the Company. For further details, please refer to the Company's announcement and circular dated 26 June 2008 and 16 July 2008, respectively. The Company has not issued any such new Shares since the signing of the said trademark transfer agreement.

As at the date of this announcement, there are no outstanding share options.

By Order of the Board
FAVA International Holdings Limited
Li Ge
Executive Director

Hong Kong, 27 May 2009

As at the date of this announcement, the Board comprises Mr. Li Ge and Mr. Zhao Guo Wei as executive Directors, and Mr. Lee Yuen Kwong, Mr. Yang Jie and Mr. Yang Dongli as independent non-executive Directors.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the GEM website at www.hkgem.com on the “Latest Company Announcements” page for at least seven days from the day of its posting and on the website of the Company at www.fava.com.hk.