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QUALIPAK INTERNATIONAL HOLDINGS LIMITED

(確利達國際控股有限公司) *

(incorporated in Bermuda with limited liability)

(Stock Code: 1224)

ANNOUNCEMENT

The Board is pleased to announce that (a) the Acquisition Agreement was completed on 7 November 2006, and the Consideration Qualipak Shares and the Convertible Note were duly issued on 7 November 2006, (b) 1,800,000,000 Conversion Shares were duly issued at the conversion price of \$0.28 per Conversion Share on 16 November 2006 upon the exercise of the conversion rights of certain portion of the Convertible Note, and (c) the Placing Agreement was duly completed on 16 November 2006 and accordingly, 3,400,000,000 Placing Shares were duly issued at \$0.28 per Placing Share on 16 November 2006.

Reference is made to the joint announcement of Yugang International Limited and Qualipak International Holdings Limited (the "Company") dated 28 September 2006, and to the Company's circular (the "Circular") dated 20 October 2006. Unless the context herein otherwise requires, capitalised terms used in this announcement shall have the same meanings as defined in the Circular.

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As at the close of business on 7 November 2006 and 16 November 2006, the total issued share capital of the Company was 5,539,536,870 Shares and 10,739,536,870 Shares respectively. As at the close of business on 16 November 2006, \$2,048,000,000 of the principal amount under the Convertible Note remained outstanding and unconverted, representing approximately 7,314,285,714 Conversion Shares if fully converted at the price of \$0.28 per Conversion Share.

By order of the Board
Lam How Mun Peter

Chairman and Managing Director

Hong Kong, 16 November 2006

As at the date of this announcement, the Board comprises ten directors of which Dr. Lam How Mun Peter, Mr. Cheung Chung Kiu, Mr. Lam Hiu Lo, Mr. Leung Chun Cheong, Mr. Leung Wai Fai, Ms. Poon Ho Yee Agnes and Mr. Wu Hong Cho are Executive Directors; and Mr. Lam Kin Fung Jeffrey, Mr. Wong Wai Kwong David and Mr. Wong Yat Fai are Independent Non-executive Directors.

** For identification purposes only*