

[For Immediate Release]**XINGDA INTERNATIONAL HOLDINGS LIMITED**
興達國際控股有限公司**XINGDA ANNOUNCES 2007 ANNUAL RESULTS**

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Financial Highlights:

- ◆ Total sales volume up 20.8%
- ◆ Phase I of No. 8 Factory commenced production, boosting output capacity for radial tire cords by 22.2%
- ◆ New joint venture company commenced operation, gradually contributing profit to the Group
- ◆ Recommend a final dividend of HK6 cents per share (2006: HK4 cents per share)

(Hong Kong, 8 April 2008) – Xingda International Holdings Limited (“Xingda” or “the Group”) (Stock Code : 1899), a global leading manufacturer of radial tire cords, today announced its audited annual results for the year ended 31 December 2007.

With sales volume growing steadily during 2007, the Group’s turnover increased by 10.4% year-on-year to RMB2,778 million. Profit attributable to equity holders of the Company surged to RMB345 million, up by 77.8% against 2006. The Board of Directors of the Company proposed to distribute a final dividend of HK6 cents per share (2006: HK4 cents per share).

Mr Liu Jinlan, Chairman of Xingda, said, “We are delighted that we were able to maintain our leadership in the China market and become a global leading radial tire cord manufacturer. As a market leader, we offered quality radial tire cords to international and domestic tire manufacturers during the year. The new joint venture we set up in 2007 was able to quickly commence operation and has been contributing profit to the Group gradually. Moreover, the Group secured three new overseas customers, thus enhanced its revenue base and clientele.”

In 2007, the Group’s total sales volume grew steadily by 20.8% against 2006 to 234,400 tonnes. During the year, the Group sold 198,200 tonnes of radial tire cords, 18.7% more than in 2006 and accounting for 84.6% of the Group’s total sales volume. Sales volume of bead wires rose by 34.1% to 36,200 tonnes, accounting for 15.4% of the Group’s total sales volume.

During the year, the Group sold 162,300 tonnes of radial tire cords for truck, up by 21.2% against the previous year. The sales volume of radial tire cords for passenger car also increased, by 8.5%, to 35,900 tonnes. Sales volumes of radial tire cords for truck and passenger car accounted for 81.9% and 18.1% of the Group’s total volume of radial tire cords sold respectively.

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During the year under review, China continued to be the Group's major market. Domestic sales volume of radial tire cords increased 19.0% to 196,000 tonnes, accounting for 98.9% of the Group's total volume of radial tire cords sold. Xingda also kept exploring overseas markets and strived to secure more renowned world-class tire manufacturers as long-term customers.

In the second half of 2007, the sustainable strong market demand for radial tire cords has helped stabilizing the average selling price of the Group's products. In order to migrate the surging raw material prices and production costs, the Group raised the selling price of both radial tire cords and bead wires on 1 January 2008. Besides, to cope with the hiking steel rod price, the Group changed the pricing strategy from annual basis to quarterly basis in order to align with the steel rod procurement contracts, aiming to maintain a more stable gross profit margin.

Mr Liu concluded, "Armed with experience gained in the past few years in providing radial tire cords to major domestic and international tire manufacturers, we were able to gain support from more local and overseas clients during the year. We expect to secure more new clients in the future. With Phase I of No. 8 Factory in operation, our annual production capacity for radial tire cords has been boosted by 22.2% to 237,100 tonnes and is expected to keep growing by 40,000 to 50,000 tonnes a year in the next three years, arming us adequately for the pursuit of huge forthcoming market opportunities. We believe Xingda will be able to not only maintain leadership in China, but also move in strong strides towards the goal of becoming the leading radial tire cord manufacturer in the world."

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About Xingda International Holdings Limited

The Group is primarily engaged in the manufacturing and distribution of backbone material of radial tire including radial tire cords that support the tire wall and bead wires that connect the tire to the wheel-rim. Boasting unique production technologies, strong R&D capabilities and stringent quality control, Xingda has established solid foothold in China and is one of the largest manufacturers of radial tire cords in China. The Group's customers include the China's top 10 radial tire manufacturers and the global renowned tire manufacturer. Xingda's headquarters and production base located in Jiangsu Province of China with total gross floor area of around 567,000 sq. m.

Media enquiries:

Strategic Financial Relations (China) Limited

Karen Hung

Tel: 2864 4854

karen.hung@sprg.com.hk

Winnie Lau

Tel: 2864 4876

winnie.lau@sprg.com.hk

Fax: 2527 1271