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FAR EAST CONSORTIUM INTERNATIONAL LIMITED

(Incorporated in the Cayman Islands with limited liability)

Website: <http://www.fareastconsortium.com.hk>

(Stock Code: 35)

FURTHER ANNOUNCEMENT ON THE PROPOSED ISSUE OF ZERO COUPON CONVERTIBLE BONDS DUE 2009 BY FAR EAST CONSORTIUM INTERNATIONAL LIMITED CONVERTIBLE INTO ORDINARY SHARES OF FAR EAST CONSORTIUM INTERNATIONAL LIMITED

Reference is made to the announcement issued by the Company dated 10 November 2004 in relation to the Bonds Issue.

In addition to the Hong Kong denominated Firm Bonds to be issued at par by the Company in an initial aggregate principal amount of HK\$656,000,000, the Company has granted to Deutsche Bank an option to require the Company to issue the Hong Kong dollar denominated Optional Bonds up to a further aggregate principal amount of HK\$98,400,000 at par, exercisable on one or more occasions (provided that such option shall not be exercised more than once on any day), in whole or in part on or before the thirtieth day following the Closing Date.

The Board hereby announces that Deutsche Bank exercised its option in full to require the Company to issue the Optional Bonds in the aggregate principal amount of HK\$98,400,000 at par.

Reference is made to the announcement issued by the Company dated 10 November 2004 in relation to the Bonds Issue.

Optional Bonds

Pursuant to the terms of the Subscription Agreement (the main terms of which were set out in the Announcement), Deutsche Bank exercised its option to require the Company to issue the Optional Bonds in the aggregate principal amount of HK\$98,400,000 at par.

The principal terms of the Optional Bonds shall be the same as the Firm Bonds, as set out in the Announcement. The issue price of the Bonds is 100% of the principal amount of the Bonds and the Bonds shall bear zero interest. The Bonds will be convertible into Shares at an initial conversion price of HK\$4.10 per Share (subject to adjustment). Details are set out in the Announcement. Unless previously redeemed, purchased and cancelled or converted, the Company will redeem each Bond at 111.84% of its principal amount on the Maturity Date.

Completion

Completion of the issue of the Optional Bonds will take place on the same closing date on which the issue of the Firm Bonds will be completed. Completion of the issue of the Firm Bonds and the Optional Bonds are subject to the satisfaction and/or waiver of the conditions precedent set out in the Subscription Agreement. In addition, the Subscription Agreement may be terminated under certain circumstances. Please refer to the Announcement for further information.

As the Subscription Agreement may or may not complete, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

Terms used in this Announcement

Unless otherwise defined herein, terms used herein shall have the meanings given to such terms in the Announcement.

Announcement	the announcement issued by the Company dated 10 November 2004 in relation to the Bonds Issue
Bonds	the Firm Bonds and the Optional Bonds
Firm Bonds	the Zero Coupon Convertible Bonds due 2009 of an initial aggregate principal amount of HK\$656,000,000
Optional Bonds	the additional Zero Coupon Convertible Bonds due 2009 with an aggregate principal amount up to HK\$98,400,000 to be subscribed by Deutsche Bank or investors procured by Deutsche Bank at the election of Deutsche Bank

By order of the Board of
Far East Consortium International Limited
Bill Mok
Company Secretary

Hong Kong, 26 November, 2004

As at the date of this announcement, the executive directors of the Company are Mr. Deacon Te Ken Chiu, Dato' David Chiu, Mr. Craig Grenfell Williams, Mr. Dennis Chiu; the non-executive directors are Ms. Ching Lan Ju Chiu, Mr. Dick Tat Sang Chiu, Mr. Daniel Tat Jung Chiu; the independent non-executive directors are Mr. Kee Leong Chee, Mr. David Kwok Kwei Lo and Mr. Jian Yin Jiang.