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FAR EAST CONSORTIUM INTERNATIONAL LIMITED

(Incorporated in the Cayman Islands with limited liability)

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

(Stock Code: 35)

FINAL DIVIDEND FOR THE YEAR ENDED 31ST MARCH, 2006

On 15th July, 2006, the Board of Directors resolved to recommend a Final Dividend for the year ended 31st March, 2006 of HK6 cents per Share in the form of scrip dividend with cash option. The scrip price has been fixed at HK\$3.28 per Share, being the average of the closing prices per Share on the Stock Exchange for the five consecutive trading days up to and including 25th August, 2006.

FINAL DIVIDEND FOR THE YEAR ENDED 31ST MARCH, 2006

On 15th July, 2006, it was announced that the Board of Directors of Far East Consortium International Limited (the "Company") resolved to recommend a final dividend of HK6 cents ("Final Dividend") per ordinary share of HK\$0.10 each (the "Share(s)") for the year ended 31st March, 2006 to shareholders whose names appear on the register of members of the Company on 25th August, 2006 in the form of new fully paid Shares ("Scrip Shares") with shareholders being given the option to receive cash in lieu of all or part of their scrip dividend entitlements ("Scrip Dividend Scheme").

At the Annual General Meeting of the Company held on 25th August 2006 ("AGM"), the resolutions as set out in the Notice of the AGM including the Final Dividend were approved.

The number of Scrip Shares to be allotted to shareholders pursuant to the Scrip Dividend Scheme was calculated by reference to the market value of HK\$3.28 per Share which was the average of the closing prices per Share ("Average Closing Price") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") for the five consecutive trading days up to and including 25th August, 2006. Accordingly, the number of Scrip Shares which shareholders will receive in respect of the existing shares registered in their names as at 25th August, 2006 will be calculated as follows:

$$\begin{array}{l} \text{Number of Scrip} \\ \text{Shares to be received} \end{array} = \begin{array}{l} \text{Number of existing Shares} \\ \text{held on 25th August, 2006} \\ \text{or number of Shares elected} \\ \text{for Scrip Shares} \end{array} \times \frac{\text{HK\$0.06 (Final Dividend per Share)}}{\text{HK\$3.28 (Average Closing Price)}}$$

The number of Scrip Shares to be issued to each shareholder will be rounded down to the nearest whole number. Fractional entitlements will be disregarded and the benefit thereof will accrue to the Company. The Scrip Shares to be issued pursuant to the Scrip Dividend Scheme will rank pari passu in all respects with the existing Shares of the Company except that they will not entitle to the Final Dividend.

Shareholders who wish to receive the Final Dividend in cash, or partly cash and partly Scrip Shares are reminded that Form of Election must be completed and returned to the Share Registrar of the Company, Standard Registrars Limited at 26/F, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong by not later than 4:00 p.m. on Friday, 15th September, 2006.

Failure to complete and return the Form of Election in accordance with the instructions printed thereon will result in the relevant shareholder's dividend being in the form of Scrip Shares.

The issue of Scrip Shares pursuant to the Scrip Dividend Scheme is conditional upon the granting by the Listing Committee of the Stock Exchange of a listing of and permission to deal in the Scrip Shares to be allotted and issued pursuant to the Scrip Dividend Scheme, for which the Company will make application.

It is expected that the relevant dividend warrants and share certificates will be posted to shareholders at the risk of those entitled thereto on or about 3rd October, 2006.

A circular describing the details of the Scrip Dividend Scheme together with the Form of Election (if applicable) will be despatched to the shareholders on or about 1st September, 2006. The Company will make enquiry and comply with the requirement of Rule 13.36(2).

By Order of the Board

David Chiu

Deputy Chairman and Chief Executive Officer

Hong Kong, 25th August, 2006

As at the date of this announcement, the Board of Directors of the Company comprises executive directors namely Mr. Deacon Te Ken Chiu, Tan Sri Dato' David Chiu, Mr. Craig Grenfell Williams, Mr. Dennis Chiu; non-executive directors of Madam Ching Lan Ju Chiu, Mr. Dick Tat Sang Chiu, Mr. Daniel Tat Jung Chiu and independent non-executive directors namely Mr. David Kwok Kwei Lo, Mr. Jian Yin Jiang and Mr. Kwok Wai Chan.

Please also refer to the published version of this announcement in South China Morning Post and Hong Kong Economic Times.