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MASCOTTE HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 136)

CLARIFICATION ANNOUNCEMENT

Reference is made to the announcement of Mascotte Holdings Limited (the “Company”) dated 17 July 2007 (the “Announcement”). Terms used herein shall have the same meanings as ascribed thereto in the Announcement.

The Company wishes to clarify the typesetting error in the Announcement, the below paragraph was missing at the end of the heading “Dilution effect on Shareholders” of the Announcement.

“The Board is of the view that the massive dilution to the existing Shareholders are fair and reasonable to the Shareholders after taking into account of (i) CN Placing is very cost effective in terms of both cost and time when compared to other kinds of fund-raising mechanism such as open offer and rights issue; (ii) the Convertible Notes may not result in an immediate dilution effect to the existing Shareholders and (iii) the CN Placing provides financial resources to the Company at no cost of funding since the Convertible Notes are non-interest bearing. Moreover, the CN Placing is subject to the Shareholders’ approval.”

By Order of the Board of
Mascotte Holdings Limited
Ms. Chan Oi Ling, Maria Olimpia
Chairperson

Hong Kong, 18 July 2007

As at the date of this announcement, the Board comprises Ms. Chan Oi Ling, Maria Olimpia (Chairperson), Mr. Lam Yu Ho, Daniel (Managing Director), Mr. Au Yeung Kai Chor and Ms. Wong, Dickie as executive Directors, Mr. Wong Yui Leung, Larry, Mr. Lui Wai Shan, Wilson, Mr. Cheung Ngai Lam and Mr. Chan Sze Hung as independent non-executive Directors.