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GRANEAGLE HOLDINGS LIMITED

鷹馳實業有限公司*

(Incorporated in Bermuda with limited liability)

(Stock code: 147)

POSSIBLE DISPOSAL OF SHARES BY CONTROLLING SHAREHOLDER, RESIGNATION OF DIRECTORS, CHANGE OF COMPANY SECRETARY, APPOINTMENT OF DIRECTORS AND RESUMPTION OF TRADING

The board of the directors (“Board or Directors”) of Graneagle Holdings Limited (the “Company”) announces that with effect from 16 October 2007, the Board composition of the Company has the following changes:

- (1) Mr. Kong Ho Pak has resigned as executive Director and Chairman of the Company;
- (2) Mr. Ling Tai Yuk, John has resigned as executive Director and Chief Executive Officer;
- (3) Mr. Pang Hon Chung has resigned as executive Director;
- (4) Mr. Ng Tze Kin, David has resigned as non-executive Director and member of Audit Committee;
- (5) Mr. Lee Tsoh Ching, Jonathan and Mr. Keir, James have resigned as independent non-executive Directors, members of Audit Committee, Remuneration Committee and Nomination Committee;
- (6) Mr. Wong Chi Fai has been appointed as executive Director and Chairman of Remuneration Committee;
- (7) Ms. Fan Man Seung, Vanessa has been appointed as executive Director and Chairman of Nomination Committee; and

(8) Mr. Law Ka Ming, Michael and Ms. Yip Kam Man have been appointed as independent non-executive Directors, members of Audit Committee, Remuneration Committee and Nomination Committee.

The Board also announces that Ms. Tam Shuit Mui, Amy has resigned as company secretary of the Company and Ms. Chan Yuk Chun has been appointed to replace Ms. Tam.

Trading in the shares of the Company (“Shares”) on the Stock Exchange of Hong Kong Limited (“Stock Exchange”) was suspended at the request of the Company from 2:30 p.m. on 15 October 2007 pending the release of an announcement in relation to a possible disposal of Shares by the controlling shareholder of the Company. Application has been made to the Stock Exchange for resumption of trading in the Shares from 9:30 a.m. on 17 October 2007.

RESIGNATION OF DIRECTORS

The Board announces that the following Directors had resigned with effect from 16 October 2007:

Name of Director	Resigned as
Kong Ho Pak (“Mr. Kong”)	executive Director and Chairman of the Company
Ling Tai Yuk, John (“Mr. Ling”)	executive Director and Chief Executive Officer of the Company
Pang Hon Chung (“Mr. Pang”)	executive Director of the Company
Ng Tze Kin, David (“Mr. Ng”)	non-executive Director and member of Audit Committee of the Company
Lee Tsoh Ching, Jonathan (“Mr. Lee”)	independent non-executive Director, member of Audit Committee, Remuneration Committee and Nomination Committee of the Company
James Keir (“Mr. Keir”)	independent non-executive Director, member of Audit Committee, Remuneration Committee and Nomination Committee of the Company

Mr. Kong, Mr. Ling, Mr. Pang, Mr. Ng, Mr. Lee and Mr. Keir have tendered their resignations as a result of the change of controlling shareholder of the Company on 17 September 2007 and in view that the general offer (“Offer”) (details of which are stated in the announcement of the Company dated 29 August 2007) has been closed on 10 October 2007. Mr. Kong and Mr. Pang, who have indicated in the composite offer and response document of the Company dated 19 September 2007 that they would remain on the Board after the close of the Offer, have now tendered their resignation after considering that there is a potential change of shareholding of the Company. Details in relation to the change of shareholding are stated under the paragraph “Suspension and resumption of trading” below. As such, the new Board respects Mr. Kong and Mr. Pang’s decision to resign from the Board and it is confirmed that there is no disagreement between the newly appointed Directors, Mr. Kong and Mr. Pang.

Mr. Kong, Mr. Ling, Mr. Pang, Mr. Ng, Mr. Lee and Mr. Keir confirmed that they have no disagreement with the Board and there are no matters relating to their resignation that needs to be brought to the attention of the shareholders of the Company. They will not hold any other position in the Company after their resignation.

The contribution of Mr. Kong, Mr. Ling, Mr. Pang, Mr. Ng, Mr. Lee and Mr. Keir to the Company has been invaluable and the Board would like to express its greatest gratitude to them.

APPOINTMENT OF DIRECTORS

The Board of the Company announces that with effect from 16 October 2007, the following directors have been appointed:

Name of appointee	Appointed as
Wong Chi Fai (“Mr. Wong”)	executive Director and Chairman of Remuneration Committee of the Company
Fan Man Seung, Vanessa (“Ms. Fan”)	executive Director and Chairman of Nomination Committee of the Company
Yip Kam Man (“Ms. Yip”)	independent non-executive Director, a member of Audit Committee, Remuneration Committee and Nomination Committee of the Company
Law Ka Ming, Michael (“Mr. Law”)	independent non-executive Director, a member of Audit Committee, Remuneration Committee and Nomination Committee of the Company

Mr. Wong, aged 51, is an associate of the Hong Kong Institute of Certified Public Accountants and a fellow of the Association of Chartered Certified Accountants. He has over 20 years' experience in finance and management spanning a diverse range of businesses from manufacturing to property investment and development. He is also an executive director of Emperor International Holdings Limited ("EIHL"), Emperor Entertainment Hotel Limited ("EEH") and Emperor Entertainment Group Limited ("EEG"), the shares of EIHL and EEH are listed on the Main Board and the shares of EEG are listed on Growth Enterprise Market of the Stock Exchange respectively. Save as aforesaid, Mr. Wong did not hold any directorship in other listed public companies in the last three years. The sole director and shareholder of Rich Wing Investments Limited ("Rich Wing") (the controlling shareholder of the Company) is Dr. Yeung Sau Shing, Albert ("Dr. Yeung"). Dr. Yeung is the deemed controlling shareholder of EIHL, EEH and EEG. As at the date of this announcement, Mr. Wong does not have any interest in the shares or underlying shares in the Company within the meaning of Part XV of the Securities and Futures Ordinance ("SFO") (Chapter 571 of the Laws of Hong Kong). Save as being the director of EIHL, EEH and EEG of which Dr. Yeung has an interest, Mr. Wong is not related to any other directors, senior management, substantial shareholders or controlling shareholders of the Company. Mr. Wong is not related to any other directors, senior management, substantial shareholders or controlling shareholders of the Company. Mr. Wong was as a director of the Company and had resigned on 28 June 2000. Save as aforesaid, Mr. Wong has not held any position with the Company or its subsidiaries.

Ms. Fan, aged 44, is a lawyer by profession in Hong Kong and a registered accountant. She also holds a Master's Degree in Business Administration. She is also an executive director of EIHL, EEH and EEG. Save as aforesaid, Ms. Fan did not hold any directorship in other listed public companies in the last three years. As at the date of this announcement, Ms. Fan does not have any interest in the shares or underlying shares in the Company within the meaning of Part XV of the SFO. Save as being the director of EIHL, EEH and EEG of which Dr. Yeung has an interest, Ms. Fan is not related to any other directors, senior management, substantial shareholders or controlling shareholders of the Company. Ms. Fan was a director of the Company and had resigned on 28 June 2000. Save as aforesaid, Ms. Fan has not held any position with the Company or its subsidiaries.

Ms. Yip, aged 41, is a Certified Public Accountant. She is a member of the Hong Kong Institute of Certified Public Accountants and a fellow of the Association of Chartered Certified Accountants. Ms. Yip graduated from The University of Nottingham in the United Kingdom with a Bachelor's Degree in Arts (Hons) and has more than 18 years experience in the audit field (including internal audit for listed companies in Hong Kong). Ms. Yip has not held any directorship in any listed companies in the past three years and has not held any positions in the Company or any of its subsidiaries. As at the date of this announcement, Ms. Yip does not have any interest in the shares or underlying shares in the Company within the meaning of Part XV of the SFO. Ms. Yip is not related to any other directors, senior management, substantial shareholders or controlling shareholders of the Company.

Mr. Law, aged 46, is a Chartered Quantity Surveyor of the Royal Institution of Chartered Surveyors. He holds a Master's Degree in Business Administration from the Chinese University of Hong Kong. Mr. Law has more than ten years' experience in corporate management in relation to logistic management services and building material trading business. He was the independent non-executive director of EIHL until March 2006. Mr. Law has not held any directorship and other major appointments in any listed companies in the past three years and has not held any positions in the Company or any of its subsidiaries. As at the date of this announcement, Mr. Law does not have any interest in the shares or underlying shares in the

Company within the meaning of Part XV of the SFO. Mr. Law is not related to any other directors, senior management, substantial shareholders or controlling shareholders of the Company.

All of Mr. Wong, Ms. Fan, Mr. Law and Ms. Yip do not have any service contract with the Company and their term of service is not fixed. In accordance with the bye-laws of the Company, they will hold office until the annual general meeting to be held in 2008 and will then be eligible for re-election; thereafter they will retire by rotation and will be eligible for re-election provided that every director of the Company shall be subject to retirement at least once every three years. Each of Mr. Wong, Ms. Fan, Mr. Law and Ms. Yip will receive a director's fee of HK\$100,000 per annum which are determined by the Board with reference to their duties and responsibilities, and are subject to the approval of the shareholders at the forth-coming annual general meeting of the Company.

The Board is not aware of any matter in relation to each of Mr. Wong, Ms. Fan, Mr. Law and Ms. Yip that are required to be disclosed pursuant to paragraphs (h) to (v) of Rule 13.51(2) of the Rules Governing the Listing of Securities on the Stock Exchange ("Listing Rules") or any other matter that needs to be brought to the attention of shareholders of the Company in relation to their appointment.

CHANGE OF COMPANY SECRETARY

The Board announces that Ms. Tam Shuit Mui, Amy ("Ms. Tam") resigned as the company secretary of the Company with effect from 16 October 2007 and Ms. Chan Yuk Chun ("Ms. Chan") has been appointed as company secretary of the Company with effect from 16 October 2007.

Ms. Chan, aged 46, has over 10 years of experience in company secretarial field. Ms. Chan holds a Bachelor's Degree in Laws from University of London and a Master's Degree in Corporate Finance from The Hong Kong Polytechnic University. She is an associate member of The Hong Kong Institute of Chartered Secretaries.

The Company confirms that there are no other matters needs to be brought to the attention of the shareholders of the Company. The Board would like to take this opportunity to express its appreciation for Ms. Tam's valuable contribution to the Company during her tenure of office as company secretary. The Board would like to welcome Ms. Chan to the new position.

SUSPENSION AND RESUMPTION OF TRADING

Trading in the Shares on the Stock Exchange was suspended at the request of the Company from 2:30 p.m. on 15 October 2007 pending the release of an announcement in relation to a possible disposal of Shares by the controlling shareholder of the Company. Application has been made to the Stock Exchange for resumption of trading in the Shares from 9:30 a.m. on 17 October 2007.

The suspension was requested by the Board in view of an unusual increase in the share price and trading volume of the Shares on 15 October 2007 after the Board was notified by Rich Wing that a potential purchaser had approached Rich Wing for the disposal of the controlling stake of the Company held by Rich Wing ("Transaction"). The Board considered this information as price sensitive and the suspension

is therefore a prompt and prudent action taken by the Board in order to allow the Board to disseminate this announcement to notify the public about the reason for such unusual increase in the share price and trading volume. The Transaction is still under negotiation between the potential purchaser and Rich Wing, and no agreement yet been signed as at the date of this announcement. In view that the negotiation and preparation of documents may take some time and that no detail terms have yet been arrived as to the price and terms, the Board considers it is prudent to resume trading of the Shares until an agreement has been reached. **The Transaction may or may not be concluded. As the percentage of shareholding for disposal under the Transaction is not yet confirmed, it is not certain as to whether the Transaction may result in a general offer or not under the Hong Kong Code on Takeovers and Mergers issued by the Securities and Futures Commission.**

Shareholders and investors of the Company are advised to take caution in dealing in the Shares. Further announcement will be made by the Company as and when appropriate in accordance with the Listing Rules.

As both Rich Wing and the Board are now (and at the time the information is being communicated to the Board by Rich Wing on 15 October 2007) not certain as to whether the Transaction can be materialized, the Board (both the Board before and after the change of the Board members) has no reason to believe that the Transaction is an imminent bona fide offer to the Company.

The Directors wish to state that they are not aware of any reasons for the unusual movement of the share price and trading volume on 15 October 2007 except for the above reason. Save as the Transaction, the Directors confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under rule 13.23, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09, which is or may be of a price-sensitive nature.

By Order of the board of
Graneagle Holdings Limited
Chan Yuk Chun
Company Secretary

Hong Kong, 16 October 2007

As at the date of this announcement, the Board comprises Mr. Wong Chi Fai and Ms. Fan Man Seung, Vanessa as executive Directors, and Mr. Leung Shu Yin, William, Mr. Law Ka Ming, Michael and Ms. Yip Kam Man as independent non-executive Directors.

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement (other than that in relation to the resigned Directors) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement the omission of which would make any statements in this announcement misleading.

* *for identification purposes only*