



30 July 2009

**High Concentration of Shareholding
in
Mayer Holdings Limited (Stock Code: 1116)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Mayer Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 3 July 2009.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the shares of the Company (“Shares”) could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that, as at 3 July 2009, 2 substantial shareholders held 240,000,000 Shares representing 41.7% of the issued Shares and 23 shareholders controlling 303,120,000 Shares representing 52.6% of issued Shares. They in aggregate held 543,120,000 shares representing 94.3% of entire issued Shares. As such, only 32,880,000 Shares, representing approximately 5.7 % of the issued Shares, were in the hands of other investors.

As at 3 July 2009, the shareholding structure of the Company is as follows:

	Number of Shares held (Shares)	% of total number of issue Shares (%)
Mayer Corporation Development International Limited (Note 1)	200,000,000	34.72
Mr Cheng Wen-ching & Brocheng International Limited (Note 2)	40,000,000	6.94
A group of 23 shareholders	303,120,000	52.63
Other shareholders	32,880,000	5.71
Total	576,000,000	100.00

Note 1 : A BVI company wholly-owned by Taiwan Mayer.

Note 2 : Brocheng International Limited which held 20,000,000 shares is wholly-owned by Cheng Wen-Ching and his families; Cheng also held 20,000,000 share in his own name.



On 25 June 2009, the controlling shareholder Mayer Corporation Development International Limited sold 100 million Shares (the “Disposal”) representing 17.3% of the issued share capital on the open market at an average price of \$0.5521. Despite the Disposal, shareholding in the Shares remained highly concentrated as at 3 July 2009. In fact on the date of the Disposal, the share price of the Company surged 63% from the previous closing price of \$0.65 to close at \$1.06. The share price continued to stay above \$1.00 although turnover has eased significantly since the Disposal. As at 29 July 2009, the share price closed at \$1.28.

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