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有利集團有限公司[#]

Yau Lee Holdings Limited

(Incorporated in Bermuda with limited liability)
(Stock Code: 00406)

**DELAY IN DESPATCH OF CIRCULAR REGARDING
MAJOR TRANSACTION
ACQUISITION**

The Company has applied to the Stock Exchange for an extension of time for despatch of the Circular to the Shareholders to a date on or before 31 May 2008.

Reference is made to the Company's announcement dated 27 March 2008 (the "Announcement") in relation to the acquisition of the entire issued share capital of Ryoden Engineering Company Limited. Unless the context requires otherwise, terms used herein shall have the same meanings as those defined in the Announcement.

Pursuant to Rule 14.38 of the Listing Rules, the Company is required to despatch a circular (the "Circular") subsequent to the publication of the Announcement within 21 days, i.e. on or before 17 April 2008. As the auditors of the REC Group are in the progress of finalizing the audited accounts of the REC Group to be inserted into the Circular in compliance with the Listing Rules, additional time is required by the Company to prepare and finalize the Circular. The Company has applied to the Stock Exchange for a waiver from strict compliance with Rule 14.38 of the Listing Rules. The Company expects that the Circular will be dispatched to the Shareholders on or before 31 May 2008.

By Order of the Board
Yau Lee Holdings Limited
Chui Man Lung, Everett
Company Secretary

Hong Kong, 16 April 2008

As at the date of this announcement, the Board of Directors comprises of Wong Ip Kuen (Chairman), Wong Tin Cheung, So Yau Chi, Sun Chun Wai as Executive Directors and Wu King Cheong, Chan Bernard Charnwut, Yeung Tsun Man, Eric as Independent Non-executive Directors.

[#] For identification purpose only