



THE QUAYPOINT CORPORATION LIMITED

紀翰集團有限公司 *

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2330)

RULE 13.09(1) ANNOUNCEMENT: UPDATE ON THE PROCEEDINGS BROUGHT IN THE PRC AGAINST A MAJOR SUBSIDIARY OF THE COMPANY

The board of directors (the “Board”) of Quaypoint Corporation Limited (the “Company”) would like to update and provide further information in relation to the proceedings brought in the People’s Republic of China (the “PRC”) against a major subsidiary of the Company.

Reference is made to the announcement of the Company dated 29 July 2008 (the “Announcement”) regarding, among other things, the fact that Techwayson Industrial Limited (“TIL” or “Defendant”), which is a major subsidiary of the Company, received a writ of summons issued by the Intermediate People’s Court, Shenzhen, the PRC (the “Court”) on 17 July 2008 in respect of a claim of approximately HK\$24.5 million made by an independent third party (the “Party” or “Plaintiff”) against TIL, for a guarantee alleged to have been given by TIL in favour of the Party in November 2005 (approximately RMB 22,000,000) (the “Claim”). Capitalised terms used herein, unless otherwise defined, have the same meanings as defined in the Announcement.

ADJOURNMENT OF HEARING AND COURT ORDER

According to the Announcement, the hearing in relation to the Claim against TIL was originally scheduled to be held in the PRC on 10 September 2008 but the hearing had been adjourned to 20 October 2008.

At the hearing held on 20 October 2008, no judgement had been made by the Court but ordered that both the Plaintiff and the Defendant to gather further information as evidence in relation to the Claim. The next hearing date is yet to be fixed until such documentation or information is to be provided to the Court by both parties.

As at the date of this announcement, the said firm of PRC legal counsel is still gathering further information regarding the Claim. Upon receiving advice from such firm of PRC legal counsel on the merits of the Claim, the Company will assess the impact (if any) of the Claim on the Company and its subsidiaries as a whole, and will make further announcement to update the shareholders of the Company on any further material development of the Claim, if and when appropriate and in accordance with the Listing Rules.

By Order of the Board
The Quaypoint Corporation Limited
Law Kim Fai
Company Secretary

Hong Kong, 27 October 2008

As at the date of this announcement, the Board of the Company comprises :

Executive Directors:

Mr. Chen Xian (*Chairman*)
Mr. Lau Sai Chung (*Chief Executive Officer*)
Ms. Xia Dan
Mr. Tsim Sze Hon

Independent Non-executive Directors:

Mr. Poon Lai Yin, Michael
Mr. Ng Kwok Chu, Winfield
Mr. Chong Yiu Chik

Non-executive Director:

Mr. Gerard McMahon

* *For identification purposes only*