



Eagle Nice (International) Holdings Limited

鷹美（國際）控股有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 2368)

ANNOUNCEMENT

This announcement is made at the request of the Stock Exchange.

The Board has noted the increase in the trading volume of the Shares today and wishes to state that, save as disclosed below, it is not aware of the reasons for such increase.

The Company has on 14th March 2007 entered into a non-binding memorandum of understanding with a third party who is not a connected person of the Company regarding the Proposed Acquisition. The consideration for the Proposed Acquisition will be satisfied completely by way of an issue of new Shares. The Proposed Acquisition will, if materialized, constitute a notifiable transaction for the Company under the Listing Rules. **Shareholders and potential investors of the Company should note that no binding agreement has been made and that the Proposed Acquisition may or may not proceed.**

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares.

This announcement is made at the request of the Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The board of directors (the "Board") of Eagle Nice (International) Holdings Limited (the "Company") has noted the increase in the trading volume of the shares of HK\$0.01 each in the Company (the "Shares") today and wishes to state that, save as disclosed below, it is not aware of the reasons for such increase.

The Company has on 14th March 2007 entered into a non-binding memorandum of understanding with a third party who is not a connected person (as defined in the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules")) of the Company regarding a proposed acquisition of all the issued shares in a company to be incorporated in the British Virgin Islands which will hold the entire equity interest in a wholly-foreign owned enterprise established in the People's Republic of China and a limited liability company incorporated in the Republic of China whose principal businesses are the manufacture and trading of sportswear (the "Proposed Acquisition") for a consideration to be determined by reference to its net profits after tax for the financial year ended 31st December 2006. The consideration for the Proposed Acquisition will be satisfied completely by way of an issue of new Shares. The Proposed Acquisition will, if materialized, constitute a notifiable transaction for the Company under the Listing Rules. **Shareholders and potential investors of the Company should note that no binding agreement has been made and that the Proposed Acquisition may or may not proceed.** Further announcement will be made by the Company as and when appropriate.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares.

The Board also confirms that save as disclosed above, there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under rule 13.23 of the Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

Made by the order of the Board, the directors of which individually and jointly accept responsibility for the accuracy of this announcement.

As at the date of this announcement, the Board comprises eight executive directors, namely, Mr. Chung Yuk Sing, Mr. Tsai Nai Kun, Mr. Chung Tung Sau, Mr. Kuo Tai Yu, Mr. Lin Pin Huang, Otto, Ms. Tsang Sau Fan, Mr. Ku Yu Sun, Edward and Mr. Chen Zhen Hao and three independent non-executive directors, namely, Mr. Chan Cheuk Ho, Mr. Li Chi Chung and Mr. Cheng Yung Hui, Tony.

By Order of the Board
Eagle Nice (International) Holdings Limited
Chung Yuk Sing
Chairman

Hong Kong, 14th March 2007

* For identification purpose only

"Please also refer to the published version of this announcement in The Standard.