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WINFOONG INTERNATIONAL LIMITED

(榮豐國際有限公司) *

(Incorporated in Bermuda with limited liability)

(Stock Code: 63)

ANNOUNCEMENT PURSUANT TO RULE 13.09 OF THE LISTING RULES AND RESUMPTION OF TRADING

This announcement is made pursuant to Rule 13.09 of the Listing Rules.

The Board wishes to provide an update in relation to the sales of certain units at 38 Conduit Road by the Group and the issues which have arisen between the purchasers of these units and the Group.

At the request of the Company, the trading in the shares of the Company on the Stock Exchange has been suspended with effect from 9:30 a.m. on 21 January 2011. The Company has made an application to the Stock Exchange for the resumption of trading in the shares of the Company on the Stock Exchange with effect from 9:30 a.m. on 26 January 2011.

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

INTRODUCTION

The board of directors (the “**Board**”) of Winfoong International Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) would like to provide an update in relation to the sales of certain units at 38 Conduit Road (the “**Development**”) by the Group and the issues which have arisen between the purchasers of these units and the Group (the “**Issues**”).

POSSIBLE ARRANGEMENTS AFFECTING CERTAIN UNITS AT THE DEVELOPMENT

The Company wishes to announce that it intends to work closely with the affected purchasers, and is committed to resolving the situation in a way that is satisfactory to all. At this moment, having considered various factors, including the difficulties faced by the purchasers of these affected units, the Company has on 24 January 2011 formally offered two alternative arrangements to the affected purchasers to address the Issues. The key terms of these two arrangements on offer are as follows:

Option (1): Under this option, the Company will, at its own costs and within an agreed period of time, carry out certain agreed renovation works for a purchaser and pay the purchaser a HK\$600,000 ex-gratia payment.

Option (2): Under this option, the Group will purchase the property from a purchaser at 120% of the original purchase price.

The discussions on the arrangements with the purchasers are ongoing. No agreement in respect of any of these arrangements has been entered into by the Group yet.

FINANCIAL IMPACT

Based on the Company's current estimates, the financial impact of the two arrangements described above on the Group are as follows:

All the amounts required to be paid by the Group in connection with the above arrangements will be funded through the Group's internal resources. No additional third party funding is required.

The maximum amount to be incurred by the Group in connection with the proposed arrangements will arise if all purchasers choose Option 2, in which case, the Group will need to pay an amount of approximately HK\$320.0 million, out of which approximately HK\$252.6 million will come from the cash from the purchase monies previously received by the Group from the initial sales of the affected units from these purchasers. It should be noted that where one or more affected purchasers choose Option 1, the overall amount required to be paid by Group in connection with the proposed arrangements will be lower than such maximum amount.

In light of the proposed arrangements above, the Group will (i) recognize revenue or income in respect the sales of the affected units in the Development if the purchasers accept Option 1; and (ii) not recognize any revenue or income in respect of the sales of the affected units in the Development if the purchasers accept Option 2.

The Company's payments under Option 1 and the premium above the original purchase price under Option 2 if consummated will be accounted for as expenses and charged to the income statement of the Group for the financial year ended 31 December 2010.

GENERAL

The Company remains confident in the Hong Kong property market, the prestigious location and the superior quality of the Development, and intends to be selective in considering any sale of units in it.

The Board confirms that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Rule 13.23 of the Listing Rules, and save as disclosed above, 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.

RESUMPTION OF TRADING

At the request of the Company, the trading in the shares of the Company on the Stock Exchange has been suspended with effect from 9:30 a.m. on 21 January 2011. The Company has made an application to the Stock Exchange for the resumption of trading in the shares of the Company on the Stock Exchange with effect from 9:30 a.m. on 26 January 2011.

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

By order of the Board
Winfoong International Limited
Cheong Pin Chuan, Patrick
Director

Hong Kong, 25 January 2011

As at the date of this statement, the Board comprises (i) three executive directors, namely Messrs. Cheong Pin Chuan, Patrick, Cheong Kim Pong and Cheong Sim Eng and; (ii) one non-executive director namely Mdm. Lim Ghee; and (iii) four independent non-executive directors, namely Messrs. Lai Hing Chiu, Dominic, Kan Fook Yee, Chan Yee Hoi, Robert and Leung Wing Ning.

* *For identification purposes only*