

THE NATIONAL LACQUER AND PAINT PRODUCTS COMPANY, LIMITED

國民製煉漆油有限公司

(Incorporated in Hong Kong with limited liability)

**PROPOSED OFF-MARKET REPURCHASE OF ORDINARY SHARES
AND QUALIFIED SHARES**

Reference is made to the circular (the "Circular") dated 24 March 2006 of The National Lacquer and Paint Products Company, Limited relating to its proposed Share Repurchase. Terms used in this announcement shall have the same meanings as those defined in the Circular unless otherwise stated.

The Board is pleased to announce that the special resolution on the Share Repurchase as set out in the notice of the EGM dated 24 March 2006 was duly passed at the EGM held on 19 April 2006.

At the EGM, the special resolution was put to vote by way of poll. A total of 21,565 Ordinary Shares were held by the Independent Shareholders who were entitled to attend and vote for or against the special resolution on the Share Repurchase. According to the terms of the deed of non-voting undertaking dated 20 March 2006 given by Ms Vicky Tse, Ms Vicky Tse did not exercise the voting rights of the Committed Shares or cast the votes attaching to the Committed Shares in the respect of the special resolution. In addition to Ms Vicky Tse, the Sellers and their respective associates and concert parties were required to abstain from voting at the EGM. The number of Ordinary Shares cast on a poll by the Independent Shareholders in attendance in person or by proxy at the EGM was 15,696. The poll results for the special resolution on the Share Repurchase at the EGM are:

For the special resolution on : 15,696 Ordinary Shares (represented 100% of the voting
the Share Repurchase Ordinary Shares)

Against the special resolution : No Ordinary Shares (represented 0% of the voting
on the Share Repurchase Ordinary Shares)

The Company's auditors, BKR Lew & Barr Ltd, were appointed as the scrutineer for the vote-taking at the EGM.

Completion took place on 19 April 2006. Payment for the Repurchase Price is expected to take place (subject to deduction of half share of the amount of Hong Kong ad valorem stamp duty payable on the Share Repurchase) by posting cheques to the Sellers' last known addresses at the Sellers' own risk on or before the third Business Day after (i) the Completion or (ii) the adjudication of the amount of ad valorem stamp duty payable (whichever is the later).

By Order of the Board of
The National Lacquer and Paint Products Company, Limited
Agnes P.L. Wong
Company Secretary

Hong Kong, 19 April 2006

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.