



3 February 2010

**High Concentration of Shareholding
in
Vitar International Holdings Limited (Stock Code: 195)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Vitar International Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 25 January 2010.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the shares of the Company (“Shares”) could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that, as at 25 January 2010, 18 shareholders held an aggregate of 37,015,000 Shares, representing 30.85% of the issued Shares. Such shareholding, together with 72,000,000 Shares beneficially owned by two substantial shareholders, namely Vitar Development Holdings Limited and Wright Source Limited (representing 60.00% of the issued Shares), represented 90.85% of the issued Shares as at 25 January 2010. Thus, only 9.15% of the issued Shares were held by other investors.

As at 25 January 2010, the shareholding structure of the Company is as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Vitar Development Holdings Limited (Note 1)	44,000,000	36.67
Wright Source Limited (Note 2)	28,000,000	23.33
A group of 18 shareholders (Note 3)	37,015,000	30.85
Other shareholders	10,985,000	9.15
Total	120,000,000	100.00

Note 1: Vitar Development Holdings Limited is owned as to 35% by Mr. LEUNG Chau Hiu, 32.5% by Mr. LEUNG Kai Wing, 10% by Ms. TSANG Chi Yung, 10% by Ms. LEUNG Chun Yin, 7.5% by Mr. YIP Sai Keung and 5% by Ms. WONG Lai Mui, respectively. Mr. LEUNG Chau Hiu is the Chairman of the Company; Mr. LEUNG Kai Wing is the Chief Executive Officer of the Company; Ms. TSANG Chi Yung and Ms. LEUNG Chun Yin are Executive Directors of the Company.

Note 2: Wright Source Limited is wholly- owned by Mr. CHEUNG Wai Kuen who is an Executive Director of the Company.



Note 3: Including 7 shareholders who participated in the Company's placement completed on 19 January 2010.

It is noted that after the Company announced a placement of up to 20,000,000 new Shares (represents 16.67% of the enlarged issued Shares) at \$2.15 apiece to raise a maximum of \$42 million after expenses (the "Placement"), closing price of the Company soared by 73% from \$2.67 on 30 December 2009 to \$4.61 on 19 January 2010.

Following completion of the Placement on 19 January 2010, closing price of the Company advanced further from \$4.61 on 19 January 2010 to \$8.50 on 2 February 2010, representing an increase of 84% or a total increase of 218% since 30 December 2009.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the Shares could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

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