



30 July 2009

**High Concentration of Shareholding  
in  
Mayer Holdings Limited (Stock Code: 1116)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of Mayer Holdings Limited (“the Company”) in the hands of a limited number of shareholders as at 3 July 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 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 3 July 2009, 2 substantial shareholders held 240,000,000 Shares representing 41.7% of the issued Shares and 23 shareholders controlling 303,120,000 Shares representing 52.6% of issued Shares. They in aggregate held 543,120,000 shares representing 94.3% of entire issued Shares. As such, only 32,880,000 Shares, representing approximately 5.7 % of the issued Shares, were in the hands of other investors.

As at 3 July 2009, the shareholding structure of the Company is as follows:

	<b>Number of Shares held (Shares)</b>	<b>% of total number of issue Shares (%)</b>
Mayer Corporation Development International Limited <i>(Note 1)</i>	200,000,000	34.72
Mr Cheng Wen-ching & Brocheng International Limited <i>(Note 2)</i>	40,000,000	6.94
A group of 23 shareholders	303,120,000	52.63
Other shareholders	32,880,000	5.71
<b>Total</b>	<b>576,000,000</b>	<b>100.00</b>

*Note 1* : A BVI company wholly-owned by Taiwan Mayer.

*Note 2* : Brocheng International Limited which held 20,000,000 shares is wholly-owned by Cheng Wen-ching and his families; Cheng also held 20,000,000 shares in his own name.



On 25 June 2009, the controlling shareholder Mayer Corporation Development International Limited sold 100 million Shares (the “Disposal”) representing 17.3% of the issued share capital on the open market at an average price of \$0.5521. Despite the Disposal, shareholding in the Shares remained highly concentrated as at 3 July 2009. In fact on the date of the Disposal, the share price of the Company surged 63% from the previous closing price of \$0.65 to close at \$1.06. The share price continued to stay above \$1.00 although turnover has eased significantly since the Disposal. As at 29 July 2009, the share price closed at \$1.28.

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