

**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 announcement (the “Announcement”) dated 31 October 2006 of The National Lacquer and Paint Products Company, Limited (the “Company”) relating to its proposed Share Repurchase. Terms used in this announcement shall have the same meanings as defined in the Announcement unless otherwise stated.

The Board is pleased to announce that a circular (“Circular”) of the Company on the Share Repurchase containing, among other matters, details of the terms and information of the Share Repurchase, advice from the Independent Board Committee, a letter from Taifook (being the independent financial adviser to the Independent Board Committee) and the notice to the EGM have been despatched to its Shareholders on 20 November 2006. The Circular is also posted on the Company’s transaction specific website at [www.nlppgroup.com](http://www.nlppgroup.com) and the SFC’s website at [www.sfc.hk](http://www.sfc.hk).

Shareholders should consider the advice of the Independent Board Committee and Taifook before deciding whether or not to vote in favour of the special resolution on the Share Repurchase at the EGM.

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

Hong Kong, 20 November 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.*