

# 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 20 November 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 20 November 2006 was duly passed at the EGM held on 15 December 2006.

At the EGM, the special resolution was put to vote by way of poll. A total of 19,767 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. 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 15,774. The poll results for the special resolution on the Share Repurchase at the EGM are:

For the special resolution on the Share Repurchase	:	15,774 Ordinary Shares (represented 100% of the voting Ordinary Shares)
Against the special resolution on the Share Repurchase	:	No Ordinary Shares (represented 0% of the voting 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 15 December 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, 15 December 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.*