



Spread Prospects Holdings Limited

展鴻控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 572)

ANNOUNCEMENT

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The board of directors of Spread Prospects Holdings Limited (the “Company”, together with its subsidiaries, the “Group”) would like to announce that the Company has commenced negotiation with an independent third party (the “Independent Third Party”) for a possible acquisition of all production lines for tinsplate cans and pet cap from such Independent Third Party, which is incorporated in the People’s Republic of China (the “Possible Acquisition”). However, negotiation for such Possible Acquisition is still in its preliminary stage and no conclusion has been reached on any major terms of the Possible Acquisition and no formal agreement has been signed by the Company and the Independent Third Party up to the date of this announcement.

The Possible Acquisition is aimed to expand the production capacity and thus sales of the Group.

Since the negotiation for the Possible Acquisition is in its preliminary stage, the Possible Acquisition may or may not materialise. The public investors and shareholders of the Company are urged to exercise caution when dealing in the securities of the Company .

The Possible Acquisition, if proceeds, may or may not constitute transaction discloseable under Chapter 14 of the Listing Rules. So far as applicable, the Company will comply with the relevant requirements under Chapter 14 of the Listing Rules when the Possible Acquisition materialises.

By order of the Board of
Spread Prospects Holdings Limited
Yang Zongwang
Chairman

Hong Kong SAR, 22 May 2007

As at the date of this announcement, the executive directors of the Company are Mr. Yang Zongwang, Mr. Xue De Fa, Mr. Xie Xi and Mr. Liu Zhi Qiang. The independent non-executive directors of the Company are Mr. Tong Hing Wah, Mr. Chong Hoi Fung and Mr. Ng Wai Man.

Please also refer to the published version of this announcement in China Daily.