*The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

# Jade Dynasty Group Limited
# 玉皇朝集團有限公司*

*(incorporated in Bermuda with limited liability)*

**(Stock Code: 970)**

## ANNOUNCEMENT

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

The board of directors ("the Board") of Jade Dynasty Group Limited ("the Company") has noted an increase in the price and trading volume of the shares of the Company today. We wish to state that, the Company is in preliminary discussion with certain independent third parties concerning the possible investment in certain companies engaging in the animation business in the People's Republic of China. The Company is assessing the feasibility of such investment and no definitive terms have been agreed at this stage and the possible investment may or may not proceed.

Save as disclosed above, we confirm that there are no negotiations or agreements relating to intended acquisitions or realizations which are discloseable under Rule 13.23 of the the Listing Rule, and neither is the Board aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rule which is or may be of a price-sensitive nature.

Shareholders and/or potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

* *for identification purposes only*

This announcement is made by the order of the Board, the members of which individually and jointly accept responsibility for the accuracy of the statements made in this announcement.

By Order of the Board
**Ko Chi Keung**
*Chief Executive Officer and Director*

Hong Kong, 8 May 2007

*As at the date of this announcement, the Company has five executive directors, one non-executive director and three independent non-executive directors. The executive directors are Mr. Tong Kai Lap, Mr. Wan Siu Lun, Mr. Wong Chun Keung, Mr. Ko Chi Keung and Mr. Kwong Chi Tak. The non-executive director is Mr. Zheng Hao Jiang and the independent non-executive directors are Mr. Ho Yiu Ming, Mr. Kwong Chi Keung and Mr. Ma Fung Kwok.*

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