



嘉靈集團
KARIN
GROUP

嘉靈控股集團有限公司

Karin Technology Holdings Limited

(Incorporated in Bermuda with Company Registration Number 32514)

INCREASE IN SHAREHOLDINGS OF SUBSIDIARY COMPANY

The Board of Directors of Karin Technology Holdings Limited (the “**Company**”) wishes to announce that the Company will through its wholly-owned subsidiary, Karin Technology (BVI) Limited (“**Karin BVI**”) increase its shareholdings in KARFID Technology Limited (“**KARFID**”) from 70% to 100% by acquiring a total of 3,000 ordinary shares from the other existing shareholders of KARFID, Montarsa Investments Limited (1,500 shares) and Cheng Chin Tat Elton (1,500 shares) (“**Transaction**”) for a total cash consideration of HK\$3,000/-.

The Transaction is pursuant to the Sale and Purchase Agreement to be entered into between Karin BVI and Montarsa Investments Limited and Cheng Chin Tat Elton on 31 May 2008. The said consideration was arrived at on a “willing buyer-willing seller” basis and calculated based on the nominal value of the issued shares of KARFID. The Transaction will be financed through internal resources.

The rationale for the Transaction is to achieve general synergistic effect for the Group’s products and services by the integration of the Group’s Information Technology infrastructure professional services and solutions.

Following the Transaction, the Company through Karin BVI will increase its shareholdings in KARFID from 70% to 100%. KARFID will become the Company’s wholly-owned subsidiary.

The Transaction is not regarded as a discloseable transaction pursuant to the Rule 1010 of the Listing Manual.

The Transaction is not expected to have any material impact on the net earnings per share and net tangible assets per share of the Company for the financial year ending 30 June 2008.

None of the directors or substantial shareholders of the Company has any interest, directly or indirectly, in the Transaction.

By Order of the Board
Wong Chi Cheung, Clarence
Financial Controller / Joint Company Secretary

30 May 2008