



K. WAH INTERNATIONAL HOLDINGS LIMITED  
嘉華國際集團有限公司

(Incorporated in Bermuda with limited liability)  
(Stock Code: 173)

### UNUSUAL TRADING VOLUME AND PRICE MOVEMENT

The Directors noted the unusual volume of trading and increase in the price of the Company's shares today. The Directors also noted speculation on recent press articles suggesting that the Company is in talks with investors about selling its stake in Galaxy. The Directors wish to state that, other than the approaches referred to in the Galaxy's announcement dated May 30, 2006, they are not aware of any reason for such increase in trading volume and share price.

This statement is made by K. Wah International Holdings Limited ("**Company**") at the request of The Stock Exchange of Hong Kong Limited.

The Directors noted the unusual volume of trading and increase in the price of the Company's shares today. The Directors also noted speculation on recent press articles suggesting that the Company is in talks with investors about selling its stake in Galaxy Entertainment Group Limited ("**Galaxy**"). The Directors wish to state that, other than the approaches referred to in the Galaxy's announcement dated May 30, 2006, they are not aware of any reason for such increase in trading volume and share price. The Directors will carefully evaluate all opportunities as and when they arise. The Directors confirm that there are no negotiations or agreements relating to intended acquisitions or realizations which are discloseable under Listing Rule 13.23, neither is the Board aware of any other matter discloseable under the general obligation imposed by Listing Rule 13.09 which is or may be of a price sensitive nature.

Made by the order of the Board of the Company, the Directors of which individually and jointly accept responsibility for the accuracy of this statement.

*At the date of this announcement, the executive directors of the Company are Dr. Lui Che Woo, Mr. Francis Lui Yiu Tung, Mr. Lennon Lun Tsan Kau, Mr. Eddie Hui Ki On, Mr. William Lo Chi Chung, and Ms. Paddy Tang Lui Wai Yu, and the non-executive directors are Mr. Michael Leung Man Kin and Dr. Philip Wong Kin Hang, and the independent non-executive directors are Sir David Akers-Jones, Dr. Leo Lee Tung Hai, Dr. Robin Chan Yau Hing, Dr. Charles Cheung Wai Bun, and Mr. Robert George Nield.*

By Order of the Board  
**K. Wah International Holdings Limited**  
**Ricky Chan Ming Tak**  
*Company Secretary*

Hong Kong, June 5, 2006