YUGANG

YUGANG INTERNATIONAL LIMITED

(渝港國際有限公司)*

(Incorporated in Bermuda with limited liability)

(Stock Code: 613)

RESULTS OF THE SPECIAL GENERAL MEETING IN RELATION TO MAJOR TRANSACTION

The Board is pleased to announce that the Ordinary Resolution proposed to approve the Sale and Purchase Agreement and the transactions contemplated thereunder was duly passed by the Shareholders at the SGM held on 18 May 2005.

Reference is made to the circular of Yugang International Limited (the "Company") dated 30 April 2005 (the "Circular") in relation to a major transaction of the Company regarding the Acquisition pursuant to the Sale and Purchaser Agreement. Details of the Acquisition and the Sale and Purchase Agreement are contained in the Circular. Unless otherwise defined herein, capitalized terms used in this announcement shall have the same meanings as defined in the Circular.

RESULTS OF THE SGM

The board of directors of the Company (the "Board") is pleased to announce that at the special general meeting of the Company held on 18 May 2005 (the "SGM"), the ordinary resolution proposed to approve the Sale and Purchase Agreement and the transactions contemplated thereunder (the "Ordinary Resolution") was duly passed by the Shareholders.

As at the date of the SGM, the existing issued share capital of the Company was 8,453,321,700 Shares, with a total number of 8,453,321,700 Shares entitling the Shareholders to attend and vote for or against the Ordinary Resolution and with no Share entitling the Shareholders to attend and vote only against the Ordinary Resolution. No Shareholder is required to abstain from voting in respect of the Ordinary Resolution.

At the SGM, voting in respect of the Ordinary Resolution was conducted by way of poll by the Shareholders, as demanded by a Shareholder in accordance with the bye-laws of the Company.

The Company's branch share registrar in Hong Kong, Tengis Limited (Address: Ground Floor, Bank of East Asia Harbour View Centre, 56 Gloucester Road, Wanchai, Hong Kong) was appointed as scrutineer for the purpose of vote-taking at the SGM.

The poll results in respect of the Ordinary Resolution proposed at the SGM were as follows:

Ordinary Resolution	**No. of votes (%)**	
	For (no. of Shares)	**Against (no. of Shares)**
The ordinary resolution referred to in the notice of special general meeting dated 30 April 2005.	5,416,689,342 (100%)	Nil (0%)
As more than 50% of the votes cast in favour of the resolution, the resolution was duly passed as an ordinary resolution of the Company.		

As at the date of this announcement, the Board comprises Mr. Cheung Chung Kiu, Mr. Yuen Wing Shing, Mr. Zhang Qing Xin, Mr. Lam Hiu Lo and Mr. Liang Kang who are executive Directors; Mr. Lee Ka Sze, Carmelo who is a non-executive Director and Mr. Wong Wai Kwong, David, Mr. Wong Yat Fai and Mr. Ng Kwok Fu who are independent non-executive Directors.

By order of the Board
Yuen Wing Shing
Managing Director

Hong Kong, 18 May 2005

* *For identification purposes only*

Please also refer to the published version of this announcement in The Standard.