HISENSE KELON ELECTRICAL HOLDINGS COMPANY LIMITED

海信科龍電器股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00921)

ANNOUNCEMENT

RESOLUTIONS PASSED AT THE THIRD 2008 EXTRAORDINARY GENERAL MEETING

The third 2008 extraordinary general meeting (the "EGM") of Hisense Kelon Electrical Holdings Company Limited (the "Company") was held at the conference room of the Company's head office, Shunde District, Foshan City, Guangdong Province, the People's Republic of China (the "PRC") on Tuesday, 26 August 2008 at 9:30 a.m.. A poll was demanded by Mr. Zhang Ming, the chairman of the EGM, for voting on all the proposed resolutions as set out in the notice of the EGM dated 30 June 2008 and the supplemental and further notice of the EGM dated 7 August 2008 (together, the "Notices of EGM"). The convening of the EGM was in accordance with the company law of the PRC and the articles of association of the Company (the "Articles of Association"). All resolutions were approved by the shareholders of the Company (the "Shareholders") by way of poll.

As at the date of the EGM, the issued share capital of the Company comprised 992,006,563 shares (the "Shares"), of which 532,416,755 are A Shares (the "A Shares") and 459,589,808 are H Shares (the "H Shares"). The total number of Shares entitling the holders to attend and vote for or against each of the resolutions numbered 1,4,5 and numbered 2 and 3 at the EGM was 992,006,563 Shares and 757,630,641, respectively. There were no Shares entitling the holders to attend and vote only against any of the resolutions considered at the EGM.

Five Shareholders or their proxies holding 323,655,526 Shares with voting rights, representing approximately 32.63% of the entire issued share capital of the Company, were present and constituted a quorum of the EGM in accordance with the company law of the PRC and the Articles of Association. Four of the Five Shareholders or their proxies were holders of 300,049,726 A Shares, representing approximately 56.36％ of the entire issued A shares of the Company. One of the Five Shareholders or their proxies was a holder of 23,605,800 H Shares, representing approximately 5.14%of the entire issued H shares of the Company.

Qingdao Hisense Air-conditioning Company Limited (the "Hisense Air-conditioning") and their associates have abstained from voting at ordinary resolutions numbered 2 and 3 in the EGM. Save as already disclosed, there was no restriction on the Shareholders to cast vote on any of the resolutions at the EGM.

BDO McCabe Lo Limited was appointed as the scrutineer at the EGM for the purpose of vote-taking.

Terms used herein, unless otherwise defined, shall have the same meaning as provided in the Notices of EGM. The resolutions set out below are in the same order and correspond to those set out in the Notices of EGM. Please refer to the Notices of EGM for the full wording thereof. The poll results in respect of the resolutions passed at the EGM were as follows:

		No. of Votes (%)		
		For	**Against**	**Abstain**
Ordinary Resolutions				
1.	To consider and approve the JV Agreement dated 27 April 2008 entered into by the Company and Whirlpool (Hong Kong) Limited and the transaction contemplated thereunder			
	Total Shares	323,655,526 (100.00%)	0 (0.00%)	0 (0.00%)
The resolution was duly passed as an ordinary resolution.				
2.	To consider and approve the Supplemental Business Co-operation Framework Agreement dated 23 June 2008 entered into between the Company and certain Subsidiaries of Hisense Group and the continuing connected transactions contemplated thereunder			
	Total Shares	89,279,604 (100.00%)	0 (0.00%)	0 (0.00%)
The resolution was duly passed as an ordinary resolution.				
3.	To consider and approve the Supply Financing Framework Agreement dated 30 July 2008 entered into between the Company and Hisense （Hong Kong）Company Limited and the continuing connected transactions contemplated thereunder			
	Total Shares	89,279,604 (100.00%)	0 (0.00%)	0 (0.00%)
The resolution was duly passed as an ordinary resolution.				

4.	To consider and approve the loan guarantees to be provided by the Company in the total sum up to RMB10 million and RMB95 million to Guangdong Kelon Mould Company Limited and three distributors (Chengdu Hisense Kelon Electrical Sales Company Limited「成都海信科龍電器銷售有限公司」, Chongqing Hisense Kelon Electrical Sales Company Limited「重慶海信科龍電器銷售有限公司」and Xinjiang Hisense Kelon Electrical Sales Company Limited「新疆海信科龍電器銷售有限公司」) of the Companyin respect of the grant of general credit facilities for the year 2008 respectively			
	Total Shares	305,448,726（94.37%）	18,206,800（5.63%）	0（0.00%）
The resolution was duly passed as an ordinary resolution.				
5.	To consider and approve the appointment of Mr. Gao Zhong Xiang (Note) as the supervisor acting as representative of shareholders			
	Total Shares	323,655,526（100.00%）	0（0.00%）	0（0.00%）
The resolution was duly passed as an ordinary resolution.				

Legal opinion of PRC lawyer

1. Name of law firm: ZHONG YIN LAW OFFICE BEIJING (北京市中银律师事务所)

2. Name of lawyer: Zhang Li，Li Zhiqiang.

3. Summarised legal opinion: The convening of the EGM, the procedures for holding the EGM, the eligibility of the persons attending the EGM, the proposed resolutions and the voting procedures at the EGM are in compliance with the requirements of the relevant laws and regulations, other regulatory standards and the Articles of Association. The voting results of the EGM are legal and valid.

Documents available for inspection

1. Resolutions passed at the EGM which have been signed and confirmed by the directors of the Company present at the meeting;

2. Letter of legal opinion in relation to the EGM.

TRADING IN THE H SHARES OF THE COMPANY

At the request of the Company, trading in the H Shares of the Company was suspended from 28 April 2005 to 10 May 2005, and has remained suspended since 10:00 a.m. on 16 June 2005, initially following various press releases regarding the investigation by the China Securities and Regulatory

Commission on Greencool Technology Holdings Limited in connection with the possible misappropriation of funds of the Company. Greencool Technology Holdings Limited was then an indirect shareholder of the Company controlled by Mr. Gu Chu Jun, who was the then executive director and chairman of the Company and the controlling shareholder of Guangdong Greencool Enterprise Development Company Limited, the then single largest shareholder of the Company.

The Company has reviewed the relevant documents relation to the suspension of trading of the H Shares, the events leading to such suspension and the actions taken by the Company and has submitted a resumption proposal to the Stock Exchange for review. The Company received a letter from the Stock Exchange dated 5 June 2008 agreeing that trading in the H shares of the Company be allowed to resume subject to the fulfilment of the conditions as set out in its letter to the satisfaction of the Stock Exchange prior to the resumption of trading in the H shares of the Company. Please refer to the announcement of the Company dated 6 June 2008 for details of such conditions.

By order of the Board of

Hisense Kelon Electrical Holdings Company Limited

Tang Ye Guo

Chairman

As at the date of this announcement, the Company's directors are Mr. Tang Ye Guo, Mr. Wang Shi Lei, Ms. Yu Shu Min, Mr. Lin Lan, Ms. Liu Chun Xin and Mr. Zhang Ming; and the Company's independent non-executive directors are Mr. Zhang Sheng Ping, Mr. Lu Qing and Mr. Cheung Yui Kai, Warren.

Foshan City, Guangdong, the PRC, 26 August 2008

Note:

Mr. Gao Zhong Xiang, male, 40 years old, college degree, senior engineer, an economist. He has worked at Zhenzhou Branch of Four Company of Seventh Construction Bureau(中国建筑第七工程局四公司郑州公司) , Guangdong Guangshou Land Development Company (广东广寿房地产开发公司) and Guangzhou Qinling Land Development Company Limited (广州麒麟房地产开发有限公司). Mr.Gao has been working in the Guangzhou office of China Fiance Asset Management Corporation since March

2002. Mr. Gao is the manager of the five business department of China Fiance Asset Management Corporation now.

Mr. Gao has not held any directorship in any public listed companies in the past three years. As at the date of this announcement, Mr. Gao does not hold any shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance and he dose not have any relationship with any of the [directors, senior management] or substantial or controlling shareholders of the Company or its subsidiaries.

Mr. Gao's term of appointment commences from the date of his proposed appointment at the EGM, i.e. 26 August 2008 and will terminate on the expiration of the sixth session of the Supervisory Committee of the Company. Mr. Gao will not be entitled to any remuneration or emoluments as the supervisor of the Company.

Save as disclosed above, there is no other matter or information that needs to be disclosed to or brought to the attention of the shareholders of the Company in relation to Mr. Gao's appointment pursuant to any of the requirements of 13.51(2)(h) to 13.51(2)(v) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.