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VAN SHUNG CHONG HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 1001)

DISCLOSURE PURSUANT TO LISTING RULE 13.18

This announcement is made by the Company in compliance with the disclosure requirements under Rule 13.18 of the Listing Rules.

This announcement is made by Van Shung Chong Holdings Limited (the “Company”) in compliance with the disclosure requirements under Rule 13.18 of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”).

Tomahawk Capital Limited (the “Borrower”) is a wholly-owned subsidiary of the Company. By a facility agreement dated 26 March 2008 (the “Facility Agreement”) entered into by the Borrower, VSC Steel Company Limited, the Company and a bank, the bank has agreed to grant a term loan facility (the “Facility”) of up to the principal sum of US\$8,000,000 (approximately HK\$62,400,000), (equivalent to approximately 3.7% of total bank facilities of the Company and its subsidiaries before the Facility) to finance the capital expenditure of the Company and its subsidiaries.

The Facility is for a term of three years and is jointly and severally guaranteed by the Company and its wholly-owned subsidiary – VSC Steel Company Limited. Save for the guarantee, the Facility is unsecured. The Facility Agreement contains a requirement that Mr. Andrew Cho Fai Yao (“Mr. Yao”) and his direct related family members (i.e. Mr. Yao, Ms. Miriam Che Li Yao and Mrs. Yao Lin Shiu Mei, their spouses and their children (the “Core Family”)) shall maintain beneficial and unencumbered ownership of not less than 30 per cent. of all issued capital of the Company, and remain the single largest shareholder of the Company, and maintain management control over the Company and its subsidiaries. A breach of such requirement will constitute an event of default under the Facility Agreement, and as a result, the Facility is liable to be declared immediately due and payable.

As at the date hereof, Mr. Yao and the Core Family together beneficially own approximately 34.05% of the issued share capital of the Company. The directors of the Company undertake to comply with the continuing disclosure requirements under Rule 13.21 of the Listing Rules, namely, to include such disclosures in future interim and annual reports of the Company.

By order of the Board
Andrew Cho Fai Yao
Chairman

Hong Kong, 26 March 2008

For illustration purpose, amount in US\$ in the announcement has been translated into HK\$ at US\$1.00 = HK\$7.8

As at the date of this announcement, the Board comprised Andrew Cho Fai Yao (Chairman), Fernando Sai Ming Dong (being the executive directors), Chow Yei Ching, Harold Richard Kahler, Kenny King Ching Tam and Xu Lin Bao (being the independent non-executive directors).