

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



SHUN TAK HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 242)

website: <http://www.shuntakgroup.com>

CONTINUING CONNECTED TRANSACTIONS WITH PIER 16

Financial adviser to Shun Tak Holdings Limited



On 16 January 2008, Clean Living and Pier 16 executed the Sofitel Laundry Agreement, which appointed Clean Living as the exclusive laundry service provider in the Sofitel Hotel.

The transactions contemplated under the Sofitel Laundry Agreement are subject to reporting and announcement requirements but exempt from independent Shareholders' approval requirement according to Chapter 14A of the Listing Rules. Appropriate disclosure of the transactions will also be made in the annual reports and accounts of the Company in accordance with the Listing Rules.

On 16 January 2008, Clean Living and Pier 16 executed the Sofitel Laundry Agreement, which appointed Clean Living as the exclusive laundry service provider in the Sofitel Hotel.

THE SOFITEL LAUNDRY AGREEMENT

Date	16 January 2008
Parties	Pier 16 and Clean Living

Term

With effect from 16 January 2008 to 15 January 2010, subject to renewal by mutual agreement at least three months prior to the expiry of the term. The Company will comply with the relevant Listing Rules upon renewal of the Sofitel Laundry Agreement.

Scope of services

Clean Living was appointed by Pier 16 as its exclusive laundry service provider to clean linen items and garments used in the Sofitel Hotel, including employees' uniforms, guest room sheets and terry items, spa and pool terry items, and food and beverage linen items.

Consideration

Pier 16 will pay Clean Living a monthly fee based on the predetermined unit prices for the number of items cleaned. The unit prices were determined on normal commercial basis, with reference to market price and the expected cleaning cost.

Reasons for the Sofitel Laundry Agreement

The Company is an investment holding company and its subsidiaries are engaged in a number of business activities including shipping, hospitality, property development and investment. Clean Living is an indirect wholly owned subsidiary of the Company and is principally engaged in the provision of laundry services.

Pier 16 is a company incorporated in Macau principally engaged in the management of the Sofitel Hotel, a five-star hotel in Macau.

The Sofitel Laundry Agreement will broaden the customer base of the Group's hospitality-related business, expand the Group's laundry business in Macau and enhance the Group's revenue. The Directors consider the transactions contemplated under the Sofitel Laundry Agreement are in the ordinary and usual course of business of the Group, on normal commercial terms, and that the terms are fair and reasonable and in the interest of the Company and the Shareholders as a whole.

Listing Rules implication of the Sofitel Laundry Agreement

Pier 16 is an indirect non wholly owned subsidiary of STDM, a substantial Shareholder, and is therefore a connected person of the Company.

Clean Living will provide laundry services to Pier 16 on an ongoing basis and, accordingly, the laundry services constitute continuing connected transactions for the Company under Rule 14A.14 of the Listing Rules.

No laundry fee was received from Pier 16 previously. Based on the anticipated services which may be required by the Sofitel Hotel, it is anticipated that the maximum amount of laundry fee receivable from Pier 16 for the two financial years ending 31 December 2008 and 2009 will not exceed HK\$6.0 million and HK\$6.6 million respectively. Since the estimated annual amounts will be more than 0.1% but less than 2.5% threshold of each of the applicable percentage ratios (other than the profits ratio) of the Company as set out in Rule 14A.34(1) of the Listing Rules, the transactions contemplated under the Sofitel Laundry Agreement are subject to reporting and announcement requirements but exempt from independent Shareholders' approval requirement. Appropriate disclosure of the aforesaid transactions will be made in the annual reports and accounts of the Company in accordance with the Listing Rules.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise.

“Company”	Shun Tak Holdings Limited, a company incorporated in Hong Kong with limited liability, the shares of which are listed on the Stock Exchange (Stock code: 242)
“Clean Living”	Clean Living (Macau) Limited, a company incorporated in Macau and an indirect wholly owned subsidiary of the Company
“Director(s)”	the directors, including independent non-executive directors, of the Company
“Group”	the Company together with its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Macau”	the Macau Special Administrative Region of the PRC
“Pier 16”	Pier 16 — Management Limited, a company incorporated in Macau and an indirect non wholly owned subsidiary of STDM
“PRC”	The People’s Republic of China

“Shareholder(s)”	the shareholder(s) of the Company
“Sofitel Hotel”	Sofitel Macau at Ponte 16
“Sofitel Laundry Agreement”	the agreement dated 16 January 2008 between Clean Living and Pier 16 for the provision of laundry services to Pier 16
“STDM”	Sociedade de Turismo e Diversões de Macau, S.A., a company incorporated in Macau and a substantial Shareholder
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“HK\$”	Hong Kong dollar(s), the lawful currency of Hong Kong

By Order of the Board
SHUN TAK HOLDINGS LIMITED
Ms. Angela Tsang
Company Secretary

Hong Kong, 29 February 2008

As at the date of this announcement, the executive Directors are Dr. Stanley Ho, Ms. Pansy Ho, Ms. Daisy Ho, Dr. Ambrose So, Mr. Patrick Huen, Mr. Anthony Chan, Ms. Maisy Ho and Mr. David Shum.

The non-executive Directors are Dato’ Dr. Cheng Yu Tung and Mrs. Louise Mok and the independent non-executive Directors are Sir Roger Lobo, Mr. Norman Ho, Mr. Charles Ho and Mr. Yeh V-Nee.