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KINGBOARD CHEMICAL HOLDINGS LIMITED

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(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 148)

REVISED ANNUAL CAPS FOR EXISTING CONTINUING CONNECTED TRANSACTIONS

RESULTS OF EXTRAORDINARY GENERAL MEETING HELD ON 10 DECEMBER 2007

At the EGM, the resolution approving the Revised Annual Caps was duly passed by the Independent Shareholders by way of poll.

Reference is made to the circular of the Company dated 21 November 2007 (the "**Circular**") in relation to, among other things, the Shirai Supply Agreement, the Shirai Purchase Agreement and the Revised Annual Caps. Unless the context otherwise requires, terms defined in the Circular shall have the same meanings when used in this announcement.

The Board is pleased to announce that at the EGM held on 10 December 2007, the single ordinary resolution proposed to approve the Revised Annual Caps (the "**Resolution**") was duly passed by the Independent Shareholders by way of poll as more than 50% of the votes were cast in favour of the Resolution. The vote-taking at the EGM was scrutinized by the Hong Kong branch share registrar of the Company, Tricor Secretaries Limited.

The poll results taken at the EGM were as follows:

1.	The total number of Shares entitling the Independent Shareholders to attend and vote for or against the Resolution at the EGM	838,099,046
2.	The total number of Shares entitling the Independent Shareholders to attend and vote only against the Resolution at the EGM	NIL
3.	The total number of Shares represented by the votes cast at the EGM	673,922,000
4.	The number of Shares represented by the votes cast in favour of the Resolution	673,922,000
5.	The percentage of the votes cast in favour of the Resolution relative to the total number of votes cast at the EGM	100%

* *For identification purposes only*

6.	The number of Shares represented by the votes cast against the Resolution	NIL
7.	The percentage of the votes cast against the Resolution relative to the total number of votes cast at the EGM	0%

As at the date of this announcement, the board of Directors consists of Messrs. Cheung Kwok Wing, Chan