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Unless otherwise defined herein, terms used in this announcement shall have the same meanings as those defined in the prospectus dated 20 September 2007 (the “Prospectus”) issued by the Company.



DaChan Food (Asia) Limited

大成食品(亞洲)有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 3999)

STABILISING ACTIONS AND END OF STABILISING PERIOD

The Company announces that the stabilising period in connection with the Global Offering ended on 25 October 2007.

The stabilising actions undertaken during the stabilising period were:

- (1) the borrowing of an aggregate of 46,500,000 Shares from Waverley Star Limited pursuant to the Stock Borrowing Agreement, solely to cover over-allocations in the International Placing;
- (2) the purchase of a total of 35,838,000 Shares on the market at prices ranging from HK\$ 2.62 to HK\$ 2.90 per Share; and
- (3) the exercise of the Over-allotment Option for the allotment and issue of 10,662,000 Over-allotment Shares on 25 October 2007.

The Company announces that the stabilising period in connection with the Global Offering ended on 25 October 2007.

The stabilising actions that have been undertaken by Cazenove Asia Limited, as stabilising manager, during the stabilising period were:

- (1) the borrowing of an aggregate of 46,500,000 Shares from Waverley Star Limited pursuant to the Stock Borrowing Agreement, solely to cover over-allocations in the International Placing;
- (2) the purchase of a total of 35,838,000 Shares on the market at prices ranging from HK\$2.62 to HK\$2.90 per Share, with the final purchase made on 25 October 2007 at a price of HK\$2.83 per Share; and
- (3) the exercise of the Over-allotment Option for the allotment and issue of 10,662,000 Over-allotment Shares on 25 October 2007.

The Over-allotment Option was exercised by Cazenove Asia Limited as the Global Coordinator on behalf of the International Underwriters on 25 October 2007 in respect of an aggregate of 10,662,000 Shares (the “Over-allotment Shares”), representing 1.07% of the issued share capital before and 1.05% of the issued share capital after the exercise of the Over-allotment option.

The 10,662,000 Shares will be issued and allotted by the Company at HK\$2.90 per Share (excluding brokerage fee of 1%, SFC transaction levy of 0.004% and Hong Kong Stock Exchange trading fee of 0.005%), being the Offer Price per Share in connection with the Global Offering.

The Over-allotment Shares will be used solely to cover over-allocations in the International Placing. Immediately after the issue and allotment of the Over-allotment Shares by the Company, approximately 31.73% of the issued share capital of the Company will be held by the public.

Listing of and permission to deal in the Over-allotment Shares have already been granted by the Listing Committee of the Hong Kong Stock Exchange.

The shareholding structure of the Company immediately before and immediately after the issue of the Over-allotment Shares by the Company are as follows:

	Immediately before the issue of the Over-allotment Shares		Immediately after the issue of the Over-allotment Shares	
	Approximate % of issued		Approximate % of issued	
	Number of shares	share capital	Number of shares	share capital
Waverley Star	375,899,946	37.59%	375,899,946	37.19%
ANTC	152,924,906	15.29%	152,924,906	15.13%
Continental Enterprise	59,700,029	5.97%	59,700,029	5.91%
PVP	59,400,059	5.94%	59,400,059	5.88%
Minority Shareholders	42,075,060	4.21%	42,075,060	4.16%
Public Shareholders	310,000,000	31%	320,662,000	31.73%
Total number of Shares	1,000,000,000	100%	1,010,662,000	100%

The additional net proceeds from the Global Offering arising from the issue of the Over-allotment Shares are approximately HK\$29 million. Please refer to the section “Future Plans and Use of Proceeds — Use of Proceeds” in the Prospectus for information on the intended use of proceeds.

This announcement is made pursuant to the requirement of section 9(2) of the Securities and Futures (Price Stabilising) Rules under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

By order of the Board
Han Jia-Hwan
Chairman

Hong Kong, 25 October 2007

As at the date of this announcement, the executive Directors are Mr. Han Jia-Hwan, Mr. Chang Tzee-Shen and Mr. Chen Fu-Shih; the non-executive Directors are Mr. Han Chia-Yau, Mr. Harn Jia-Chen and Mr. Nicholas W. Rosa; the independent non-executive Directors are Mr. Liu Fuchun, Dr. Chen Chih and Mr. Pai Nai-Yu.