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.

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities. This announcement is not, and is not intended to be, an offer of securities of Pacific Textiles Holdings Limited (the "**Company**") for sale in the United States. In addition, the shares of the Company may not be offered or sold in the United States absent registration or an exemption from registration under the United States Securities Act 1933, as amended. This announcement is made pursuant to the requirement under section 9(2) of the Securities and Futures (Price Stabilizing) (Chapter 571W of the Laws of Hong Kong).

Unless otherwise defined herein, terms used in this announcement shall have the same meanings as those defined in the prospectus dated May 7, 2007 (the "**Prospectus**") issued by the Company.



## PACIFIC TEXTILES HOLDINGS LIMITED 互太紡織控股有限公司<sup>\*</sup>

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1382)

## STABILIZING ACTIONS AND END OF STABILIZATION PERIOD

The Company announces that the stabilization period in connection with the Global Offering ended on June 8, 2007.

The stabilizing actions undertaken during the stabilization period were:

- (1) over-allocations of an aggregate of 53,735,000 Shares in the International Placing;
- (2) the borrowing of an aggregate of 53,735,000 Shares from Fifth Element Enterprises Limited solely to cover over-allocations in the International Placing; and
- (3) the purchase of a total of 53,735,000 Shares in the price range of HK\$5.10 to HK\$5.35 per Share on the market, representing approximately 15% of the total number of Shares in the Global Offering before any exercise of the Over-allotment Option.

The Joint Global Coordinators did not exercise the Over-allotment Option during the stabilization period and the Over-allotment Option lapsed on June 9, 2007.

The Company makes this announcement pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong) and announces that the stabilization period in connection with the Global Offering ended on June 8, 2007.

The stabilizing actions that have been taken by Citigroup Global Markets Asia Limited, as stabilizing manager, during the stabilization period were:

- (1) over-allocations of an aggregate of 53,735,000 Shares in the International Placing;
- (2) the borrowing of an aggregate of 53,735,000 Shares by Citigroup Global Markets Asia Limited from Fifth Element Enterprises Limited pursuant to the Stock Borrowing Agreement dated May 11, 2007 solely to cover over-allocations in the International Placing. Such Shares will be returned and redelivered to Fifth Element Enterprises Limited in accordance with the terms in the Stock Borrowing Agreement; and
- (3) the purchase of a total of 53,735,000 Shares in the price range of HK\$5.10 to HK\$5.35 per Share on the market, representing approximately 15% of the total number of Shares in the Global Offering before any exercise of the Over-allotment Option.

The last purchase made in the course of the stabilization period on the market was on May 21, 2007 at the price of HK\$5.10 per Share.

The Joint Global Coordinators did not exercise the Over-allotment Option during the stabilization period and the Over-allotment Option lapsed on June 9, 2007.

By order of the Board Pacific Textiles Holdings Limited Wan Wai Loi Chairman

Hong Kong, June 11, 2007

As at the date of this announcement, the executive Directors are Mr. WAN Wai Loi (Chairman), Mr. TSANG Kang Po, Mr. LAM Wing Tak and Dr. LAM King Man, the non-executive Directors are Mr. CHOI Kin Chung, Mr. IP Ping Im, Mr. HO Hsiang Ming, James and Mr. LAU Yiu Tong, and the independent non-executive Directors are Mr. NG Ching Wah, Mr. SZE Kwok Wing, Nigel and Mr. CHAN Yue Kwong, Michael.

\* For identification purposes only

"Please also refer to the published version of this announcement in South China Morning Post."