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K. Wah International Signs HK\$1,800 million Transferable & Unsecured Revolving Credit/ Term Loan Facility

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(Hong Kong – 6 September 2006) K. Wah International Holdings Limited (“K. Wah International” or “Group”, stock code: 173) today announced that its wholly-owned subsidiary K. Wah Stones (Holdings) Limited has signed a HK\$1,800 million transferable and unsecured revolving credit / term loan facility agreement (“Syndicated Loan”) with a consortium of 14 international and local banks.

On the back of K. Wah International’s excellent reputation, the Syndicated Loan received oversubscription at the general syndication stage and the amount was increased from HK\$1,500 million to HK\$1,800 million.

Underwritten and co-arranged by Bank of China (Hong Kong) Limited, Hang Seng Bank Limited and Standard Chartered Bank (Hong Kong) Limited, the Syndicated Loan comprises two tranches - a 3-year HK\$900 million revolving loan and a 5-year HK\$900 million revolving loan (revolving loan in the first three years and term loan in the following 2 years), which carry interest rates of HIBOR + 0.55% and HIBOR + 0.58% respectively.

Mr. Eddie Hui, Executive Director of K. Wah International, in his closing remarks, said that the Group is very pleased that the loan arrangement has come together so smoothly. “This is the *first* unsecured syndicated loan that K. Wah International has ever accomplished,” he said.

”Highly hailed by the bankers, the loan was oversubscribed and eventually upsized to HK\$1,800 million. We regard this financial initiative as a remarkable achievement as it shows not only a strong vote of confidence from the banking community, but also a demonstration of our good company reputation and business potentials.”

Commented on the usage of the loan, Mr. Hui said that the loan is a timely arrangement which will provide additional financial resources to the Group. ‘We will use it to strengthen our land bank and as general working capital, with the aim of expanding our property business in Hong Kong and Mainland China.’

The syndicate group comprises the following banks and financial institutions:

Coordinating Arrangers

Bank of China (Hong Kong) Limited
Hang Seng Bank Limited
Standard Chartered Bank (Hong Kong) Limited
Bank of Communications Co., Ltd. Hong Kong Branch

Co-arrangers

Wing Lung Bank, Limited
China Construction Bank Corporation, Hong Kong Branch
Shanghai Commercial Bank Ltd.

Senior Managers

Bank of East Asia
Wing Hang Bank, Limited
Liu Chong Hing Bank Limited
Maybank, Hong Kong Branch
Mizuho Corporate Bank, Ltd., Hong Kong Branch
Nanyang Commercial Bank, Limited
Public Bank (Hong Kong) Limited

Facility Agent

Standard Chartered Bank (Hong Kong) Limited

About K. Wah International Holdings Limited (stock code: 173)

Listed on the Stock Exchange of Hong Kong in 1987, the Group is principally engaged in high quality property development and investment in Hong Kong and Mainland China. The Group's vision is to become a market leader in the Greater China region. Dedicated to providing high quality properties and services, the Group won Business Superbrands Awards in 2006. It is now developing 3 residential projects and holding one superbly-located Grade A office building in Shanghai city with aggregate floor area of approx. 8,000,000 square feet. The Company has recently recorded remarkable sales of its two residential projects in Hong Kong, namely The Great Hill in mid-level of Shatin south and J Residence on Johnston Road in Wanchai. These two developments were well received by the market. The company holds 18.7% interest in Galaxy Entertainment Group (stock code: 27).

Company website: <http://www.kwih.com>

For press enquiries:

Strategic Financial Relations Limited
Iris Lee / Shirley Lo / Angela Kung
Tel: 2864 4829 / 4847 / 4859
Email: iris@strategic.com.hk / shirley.lo@strategic.com.hk / angela.kung@strategic.com.hk