

**NAN HAI CORPORATION LIMITED**  
*(Incorporated in Bermuda with limited liability)*  
(Stock Code: 680)

**Unusual price & volume movements**

This statement is made at the request of The Stock Exchange of Hong Kong Limited.

We have noted the recent increases in the price and the trading volume of the shares of the Company and wish to state that we are not aware of any reasons for such increases.

We also confirm that there are no negotiations or agreements relating to intended acquisitions or realizations which are discloseable under rule 13.23, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09, which is or may be of a price-sensitive nature.

Made by order of Nan Hai Corporation Limited the Board of the directors of which individually and jointly accept responsibility for the accuracy of this statement.

By order of the Board  
**Watt Ka Po James**  
Company Secretary

Hong Kong, 27 June 2007

As at the date of this statement, the directors of the Company are as follows:

Executive directors: Mr. Yu Pun Hoi, Mr. Qin Tian Xiang and Ms. Chen Dan

Non-executive directors: Mr. Yu Lin Hoi and Mr. Lam Bing Kwan

Independent non-executive directors: Mr. Huang Yaowen, Prof. Jiang Ping and Mr. Lau Yip Leung