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LINMARK

LINMARK GROUP LIMITED

林麥集團有限公司*

(Incorporated in Bermuda with limited liability)

EXERCISE OF OVER-ALLOTMENT OPTION

The Board would like to announce that DBS Asia exercised the Over-allotment Option on 27 May 2002 in full to require the Company to issue 23,400,000 additional new Shares at the Offer Price of HK\$1.68 per Share.

Unless the context requires otherwise, the use of capitalised terms in this announcement shall have the same meanings as defined in the prospectus (the "Prospectus") of the Company dated 30 April 2002.

The Board would like to announce that DBS Asia exercised the Over-allotment Option on 27 May 2002 in full to require the Company to issue 23,400,000 additional new Shares (the "Over-allotment Shares") at the Offer Price of HK\$1.68 per Share.

The Over-allotment Shares represent approximately 3.75 per cent. of the existing share capital of the Company and approximately 3.61 per cent. of the issued share capital of the Company immediately after the allotment and issue of Shares pursuant to the exercise of the Over-allotment Option in full, respectively. Dealings in the Over-allotment Shares on the Stock Exchange are expected to commence on 30 May 2002.

The Company will receive additional net proceeds of approximately HK\$37.70 million following the exercise of the Over-allotment Option in full and will use such additional net proceeds as general working capital of the Group as described in the Prospectus.

The shareholding structure of the Company immediately before and after the allotment and issue of Shares pursuant to the exercise of the Over-allotment Option is as follows:

Shareholders	Existing shareholding structure		Immediately after the exercise of the Over-allotment Option	
	No. of Shares	%	No. of Shares	%
RGS Holdings	468,000,000	75.00	468,000,000	72.29
The Public	<u>156,000,000</u>	<u>25.00</u>	<u>179,400,000</u>	<u>27.71</u>
	<u>624,000,000</u>	<u>100.00</u>	<u>647,400,000</u>	<u>100.00</u>

By Order of the Board
Linmark Group Limited
WANG Lu Yen
Chairman

Hong Kong, 27 May 2002

* For identification purpose only