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LINMARK GROUP LIMITED

林麥集團有限公司*

(Incorporated in Bermuda with limited liability)

Stock Code: 915

ANNOUNCEMENT

APPOINTMENT OF ADMINISTRATORS OF A 60% SUBSIDIARY

This announcement is made in accordance with Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“**Listing Rules**”).

The board (“**Board**”) of directors of Linmark Group Limited (“**Company**”, together with its subsidiaries as referred to as the “**Group**”) announces that at 11.49 a.m. on 28 July 2009 (time of the United Kingdom (“**UK**”), Linmark Electronics Limited (“**Linmark Electronics**”), a company incorporated in the UK and a 60% subsidiary of the Company, filed a notice of appointment of administrators in the UK, pursuant to which Jason Baker and Geoff Rowley, both of Vantis Group Limited, were appointed joint administrators (“**Administrators**”) of Linmark Electronics (“**Appointment**”) pursuant to paragraph 22 of Schedule B1 to the Insolvency Act 1986 of the UK. The Appointment brings into effect a statutory moratorium which prevents any legal action by the creditors of Linmark Electronics, so that the Administrators can effect the reorganisation of Linmark Electronics and/or the orderly realisation of its assets for the benefit of creditors.

Linmark Electronics is a wholly owned subsidiary of Dowry Peacock Group Limited which is a company incorporated in the UK and a 60% subsidiary of the Company. Linmark Electronics is principally engaged in the design and procurement of entertainment and consumer electronic products. As the value of the total assets and revenue of Linmark Electronics represented more than 5% of the total assets and total revenue of the Company as shown in the audited consolidated financial statements of the Company for the year ended 30 April 2008, being the latest published audited consolidated financial statements of the Company, Linmark Electronics is deemed to be a “major subsidiary” of the Company for the purpose of Rule 13.25(2) of the Listing Rules.

Upon the Appointment, the legal control of business of Linmark Electronics transfers from the directors of Linmark Electronics to the Administrators and therefore, the financial results of Linmark Electronics will cease to be consolidated with those of the Group upon the Appointment. Taking into account that the Group’s investment cost relating to Linmark Electronics has been fully written off and Linmark Electronics has been operating at a loss and recorded unaudited net liabilities of about £16,342,000 (equivalent to about HK\$209,177,600) as at 31 October 2008, it is currently expected that the Appointment will not have a material adverse impact on the net operating results of the Group. In view of the significant adverse impact of the economic crisis on the performance of Linmark Electronics and the particularly difficult environment of the retailing of electronic products in the UK, following the Appointment, the Group will refocus its full attention and energy on its core businesses in apparel and related sectors.

The Company will issue further announcement as and when it is appropriate on any significant development of Linmark Electronics.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the securities of the Company.

For the purpose of this announcement, amounts quoted in £ have been converted into HK dollars at the rate of £1.00 to HK\$12.80. Such exchange rate has been used, where applicable, for purposes of illustration only and does not constitute a representation that any amounts were or may have been exchanged at this or any other rate(s) or at all.

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

Hong Kong, 29 July 2009

As at the date of this announcement, the board of directors of the Company comprises three executive directors, being Mr. WANG Lu Yen (Chairman), Mr. Michel BOURLON (Chief Executive Officer) and Mr. KHOO Kim Cheng, two non-executive directors, being Mr. WONG Wai Ming and Mr. Mark HSU, and three independent non-executive directors, being Mr. WANG Arthur Minshiang, Mr. TSE Hau Yin, Aloysius and Mr. Jakob Jacobus Koert TULLENERS.

* *For identification purpose only*