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TYSAN HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 687)

ANNOUNCEMENT PURSUANT TO RULE 13.18

In accordance with the requirements under Rule 13.18 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, the board of directors of Tysan Holdings Limited (the "Company") announces certain details of a loan agreement entered into between a group of banks, being Industrial and Commercial Bank of China (Asia) Limited ("ICBC Asia") as co-ordinating arranger, ICBC Asia and Hang Seng Bank Limited as arrangers, Citic Ka Wah Bank Limited, The Hongkong and Shanghai Banking Corporation Limited, Liu Chong Hing Bank Limited and Xiamen International Bank as co-arrangers, The Bank of East Asia Limited as lead manager, the financial institutions set out therein as original lenders, and ICBC Asia as agent, (collectively, the "Banks") and Sun Sparkle Limited ("Sun Sparkle"), a wholly-owned subsidiary of the Company on 16 March 2005.

By a loan agreement dated 16 March 2005 (the "Loan Agreement") entered into between the Banks and Sun Sparkle, a facility in the aggregate amount of HKD185,000,000 (the "Facility") is made available by the Banks to the Company and its subsidiaries (the "Group") subject to and in accordance with the terms and conditions therein contained. The Facility is a term loan facility with a term of 3 years from 16 March 2005. Under the Loan Agreement, it will be an event of default if Mr. Francis Cheung, the controlling shareholder of the Company, ceases to own and control either directly or indirectly in aggregate at least 30% of the shareholdings and voting rights in the Company, and in such event the Facility may become immediately repayable. The Company intends to use the Facility for refinancing existing indebtedness and for the general working capital purposes of the Group.

As at the date of this announcement, the executive directors are Mr. Francis Cheung, Mr. Fung Chiu Chak, Victor, Mr. David Chien, Miss Jennifer Kwok, Mr. Chiu Chin Hung and Mr. Wong Kay, and the independent non-executive directors are Mr. Fan Chor Ho, Paul, Mr. Chau Cham Son and Mr. Tse Man Bun.

By Order of the Board
Tysan Holdings Limited
Francis Cheung
Chairman

Hong Kong, 16 March 2005