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TONIC
TONIC INDUSTRIES HOLDINGS LIMITED
(Incorporated in the Cayman Islands with limited liability)
(Stock code: 978)

ANNOUNCEMENT

The board of directors (“Board”) of Tonic Industries Holdings Limited (the “Company”) refers to the Independent Commission Against Corruption charge against Mr. Wong Wai Kwong, David (“Mr. Wong”), a non-executive director of the Company in connection with an investigation into a conspiracy related offence which occurred in year 2003. The Company was not involved in the charge. The Company wishes to issue an announcement to clarify that this incident has no impact on the Company.

The Board notes that Mr. Wong has strenuously denied such allegations and will seek justice in the court by defending himself in the coming proceedings.

The Board has carefully considered the matter of Mr. Wong and considers that Mr. Wong is fully able to continue with his duties as a non-executive director of the Company. The Board also considers that Mr. Wong is able to satisfy Rule 3.09 of the Listing Rules.

Mr. Wong’s case has no effect on the business of the Company as he is not involved in the operation of the Company. However, the Board will continue to monitor the case to ensure that the Company complies with Rules 3.08 and 3.09 of the Listing Rules going forward.

Made by the order of the Board of the Company, the directors of which individually and jointly accept responsibility for the accuracy of this statement.

By Order of the Board

Ling Siu Man, Simon
Chairman

Hong Kong, 27 July 2007

As at the date of this announcement, the Board comprises Mr. Ling Siu Man, Simon, Mr. Liu Hoi Keung, Gary, Mr. Lee Ka Yue, Peter, Mr. Wong Ki Cheung, Ms. Li Fung Ching, Catherine, Mr. Au Wai Man and Mr. Lam Kwai Wah as Executive Directors, Mr. Wong Wai Kwong, David as Non-executive Director and Mr. Pang Hon Chung, Mr. Cheng Tsang Wai and Dr. Chung Hing Wah, Paul as Independent non-executive Directors.