



Global Flex Holdings Limited
佳邦環球控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 471)

ANNOUNCEMENT

This announcement is made in accordance with Rule 13.09(1) of the Listing Rules.

It is expected that the Group would make a loss for the year ended 31 December 2007.

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

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

The board (“**Board**”) of directors (“**Directors**”) of Global Flex Holdings Limited (“**Company**”, together with its subsidiaries are collectively referred to as the “**Group**”) would inform shareholders of the Company and investors that it is expected that the Group would make a loss for the year ended 31 December 2007, as compared with a profit achieved by the Group for the year ended 31 December 2006.

In the course of the audit work on and preparation of the annual results of the Group for the year ended 31 December 2007, it is noted the above loss for the year ended 31 December 2007 is mainly attributable to the following factors:

- (1) as disclosed in the announcement of the Company dated 5 November 2007 (“**November Announcement**”):
 - a) Due to deteriorating profit margin and intensified competition in the assembly and electronic manufacturing solutions business, the Group had scaled down such sector of business, which was operated under the wholly-owned subsidiary of the Company, Forever Jade Electronic (Suzhou) Co. Ltd. As the result, a significant amount of the relevant raw materials and work in progress inventories initially prepared in anticipation of customer order flow were written off at the end of the financial year;

- b) the rigid printed circuit board business carried on by the Group encountered stringent situation in view of the rising labor and material cost, finance cost, as well as Renminbi appreciation. Accordingly, both the amounts of distribution and selling expenses and the cost of sales for the year ended 31 December 2007 increased quite significantly;
 - c) There was a significant decrease in demand and price offered by one of the Group's major customers (the "Major Customer") because the Major Customer experienced some difficulties in its mobile phone business. Therefore, the volume and profit margin from the Major Customer for 2007 were lower compared to that of the year 2006 ;
- (2) it is expected that the Group would record an impairment loss on property, plant and equipment for the year ended 31 December 2007, which did not have similar items for the year ended 31 December 2006; and
- (3) the Group recorded a significant increase of impairment loss of trade and other receivable for the year ended 31 December 2007

The information contained in this announcement is only a preliminary estimate of the Company and the above audit thereon has not been completed by the Company's auditor. The Company will announce on 25 April 2008 the results of the Group for the year ended 31 December 2007. Investors are advised to read with care the above results announcement as and when it is published. Detailed financial information of the Company will be disclosed in the above results announcement.

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

By order of the Board
Global Flex Holdings Limited
Lin Cheng Hung
Chairman

Hong Kong, 22 April 2008

As at the date of this announcement, the Board comprises five executive Directors, namely Mr Lin Cheng Hung, Mr Hsu Chung, Mr Huang Lien Tsung, Mr Wong Chau Chi, Charles and Ms Lin Yi Ting, four non- executive Directors, namely Mr Chou Tsan Hsiung, Mr Nguyen Duc Van, Mr Yang Yi and Dr Li Jun, and three independent non-executive Directors, namely Mr Wang Wei-Lin, Mr Chow Chi Tong and Mr Liao Kuang Sheng.