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GRANDY CORPORATION

泓迪有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8143)

UNUSUAL PRICE AND TRADING VOLUME MOVEMENTS

This announcement is made at the request of The Stock Exchange of Hong Kong Limited (“the Stock Exchange”).

The directors (the “Directors”) of Grandy Corporation (the “Company”) have noted today’s increase in the price and trading volume of the shares of the Company and wish to state that the Directors are not aware of any reasons for such increases.

However, the Directors are aware that Easeglory Holdings Limited (“Easeglory Holdings”), a company the entire issued share capital of which is wholly and beneficially owned by the Company’s chairman, Mr. Yung Kwok Leong, (“Mr. Yung”), who has acquired on 24 May 2006, off the market, a total of 53,285,000 shares of the Company representing approximately 10.20% interests in the Company. According to the Company’s records, following such acquisitions, Easeglory Holdings’ interests in the Company will increase from approximately 13.31% to 23.51%.

Save and except for the aforesaid, the Directors confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Chapters 19 to 20 of the Rules Governing the Listing of Securities on the Growth Enterprise Market (“GEM”) of the Stock Exchange (“GEM Listing Rules”), neither is the Board of Directors (the “Board”) aware of any matter discloseable under the general obligation imposed by rule 17.10 of the GEM Listing Rules, which is or may be of a price-sensitive nature.

* *for identification purpose only*

Made by the order of the Board, the Directors of which collectively and individually accept responsibility for the accuracy of this announcement.

By order of the Board
Grandy Corporation
Yung Kwok Leong
Chairman

Hong Kong, 24 May 2006

As at the date of this announcement, the executive Directors are Mr. Yung Kwok Leong, Ms. Shum Ngai Pan, Mr. Chen Jin Shan and Mr. Weng Jiaxing. The independent non-executive Directors are Mr. Chan Francis Ping Kuen,, Mr. Hsu Shiu Foo, William and Mr. Yu Chai Mei.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the GEM website on the “Latest Company Announcements” page and on the website of the Company at www.grandy.com.hk for at least 7 days from the date of its posting.