

The Company and Kingboard Chemical Holdings Limited (the "Company") have entered into a Share Purchase Agreement (the "SPA") with UBS Securities LLC (the "UBS") for the purchase of 75,000,000 Shares of the Company (the "Shares") at a price of HK\$1.00 per Share. The SPA was entered into on November 24, 2006 (the "SPA Date").

KB

Kingboard Chemical Holdings Limited

建滔

(Incorporated in the Cayman Islands)

(Stock code: 148)

KB

Kingboard Laminates Holdings Limited

積層板控股有限公司

(Incorporated in the Cayman Islands)

(Stock code: 188)

EXERCISE OF THE OVER-ALL RIGHTS

The Company and Kingboard announce that the SPA was exercised in full by Goldman Sachs (Asia) LLC (the "Goldman Sachs") on November 11, 2006 in respect of 75,000,000 Shares of the Company. The Shares were offered under the Global Offering Memorandum (the "GOM") of the Company (the "Global Offering") which was issued by the Company (BVI) Limited, a wholly-owned subsidiary of the Company, on November 11, 2006. The transaction was completed at a price of HK\$1.00 per Share, which is the same as the price per Share under the SPA.

The Company's prospectus for the Global Offering was published on November 11, 2006. The prospectus was

The shareholding structure of the Company immediately before and after the sale of the Over-allocation Shares is as follows:

Shareholders	Before the sale of the Over-allocation Shares		After the sale of the Over-allocation Shares	
	Number of Shares	Approximate percentage of issued share capital	Number of Shares	Approximate percentage of issued share capital
Jamplan (BVI) Limited	2,250,000,000 [#]	75.0	2,175,000,000 [#]	72.5
Public Shareholders	<u>750,000,000</u>	<u>25.0</u>	<u>825,000,000</u>	<u>27.5</u>
Total	<u>3,000,000,000</u>	<u>100.0</u>	<u>3,000,000,000</u>	<u>100.0</u>

[#] G S c I £ b £ 75,000,000 S £ f J (BVI) L £ £ S c B 3 3 £ £ £
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By Order of the Board
Kingboard Chemical Holdings Limited
Lo Ka Leong
C S £ £

By Order of the Board
Kingboard Laminates Holdings Limited
Cheung Kwok Wa
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Hong Kong, December 11, 2006

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* F £ f c £

P £ £ £ f £ £ £ b £ £ £ f c £ £ South China Morning Post.