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GIORDANO INTERNATIONAL LIMITED
(Incorporated in Bermuda with limited liability)

SCRIP DIVIDEND SCHEME

On March 2, 2000, the Directors recommended the payment of a final dividend of HK\$0.11 per share and a special dividend of HK\$0.17 per share for the year ended December 31, 1999, both with a scrip option, payable to the Qualifying Shareholders whose names would appear on the register of members of the Company as at the close of business on April 26, 2000.

The Dividends were approved by the shareholders of the Company at the Annual General Meeting of the Company held on April 26, 2000.

The purpose of this announcement is to advise the shareholders of the Company as to (a) how the scrip dividend entitlements are arrived at; (b) further details with respect to the election for scrip dividend; and (c) the despatch of dividend warrants and/or certificates for the Scrip Shares.

On March 2, 2000, the board of directors ("Directors") of Giordano International Limited ("Company") resolved to recommend the payment of a final dividend of HK\$0.11 per share and a special dividend of HK\$0.17 per share (together "Dividends") for the year ended December 31, 1999, both by way of cash with the option for shareholders to elect to receive in lieu of cash an allotment and issue of shares of HK\$0.10 each in the capital of the Company ("Shares") credited as fully paid ("Scrip Shares") in respect of part or all of the Dividends ("Scrip Dividend Scheme"), payable to the shareholders whose names would appear on the register of members of the Company as at the close of business on April 26, 2000 ("Qualifying Shareholders"). The Dividends were approved by the shareholders of the Company at the Annual General Meeting of the Company held on April 26, 2000.

For the purpose of calculating the number of Scrip Shares to be allotted, the market value of the Scrip Shares would be fixed by reference to the average of the closing prices of the Shares on The Stock Exchange of Hong Kong Limited ("Stock Exchange") for the five consecutive trading days up to and including April 26, 2000 or the par value of the Shares, whichever was the higher. The Directors wish to inform shareholders that the average closing price of the Shares on the Stock Exchange for the five consecutive trading days ended April 26, 2000 was HK\$11.82. Accordingly, the number of Scrip Shares which each Qualifying Shareholder will receive under the Scrip Dividend Scheme will be calculated as follows:

$$\begin{array}{l} \text{Number of Scrip Shares} \\ \text{to be received} \end{array} = \begin{array}{l} \text{Number of existing Shares} \\ \text{held on April 26, 2000} \\ \text{for which scrip dividend} \\ \text{election is made} \end{array} \times \frac{\text{HK\$0.28}}{\text{HK\$11.82}}$$

The number of Scrip Shares to be issued to each Qualifying Shareholder will be rounded down to the nearest whole number, with fractional entitlements being disregarded.

Qualifying Shareholders whose registered addresses are outside Hong Kong as shown in the register of members of the Company on April 26, 2000 will not be permitted to participate in the Scrip Dividend Scheme and accordingly they will receive the Dividends wholly in cash.

A circular containing further details of the Scrip Dividend Scheme and the basis of allotment and issue of the Scrip Shares pursuant to the Scrip Dividend Scheme together with a form of election will be despatched to the shareholders of the Company on or about May 3, 2000. Shareholders of the Company are kindly reminded to lodge the completed forms of election with the Company's branch share registrars in Hong Kong, Abacus Share Registrars Limited, Room 2401, Prince's Building, Central, Hong Kong **not later than 4:00 p.m. on Thursday, May 18, 2000**. It is expected that certificates for the Scrip Shares and warrants for the Dividends to be paid in cash will be posted to Qualifying Shareholders at their own risk on or about May 25, 2000.

Implementation of the Scrip Dividend Scheme is conditional upon the Listing Committee of the Stock Exchange granting listing of and permission to deal in the Scrip Shares. Application has been made to the Stock Exchange for listing of and permission to deal in the Scrip Shares. In the unlikely event that the Scrip Shares are not admitted to listing before May 25, 2000, the forms of election will be disregarded and the Dividends will be paid in full in cash in the usual way.

By Order of the Board
Lip Sin Ping, Alice
Company Secretary

Hong Kong, April 26, 2000