

[For Immediate Release]

**Sun Hung Kai Financial Disposes 22.43% Interest in Yu Ming
At An Aggregate Consideration of HK\$167 million**

Hong Kong, 11 June 2007 – Sun Hung Kai & Co. Limited (stock code: 00086) (the “Company”, “Group”), operating under the name of **Sun Hung Kai Financial** (SHKF), announced today that SHKF has agreed to dispose 22.43% of issued share capital of Yu Ming Investments Limited (stock code: 00666) (“Yu Ming”) at an aggregate consideration of HK\$166,888,392, (i.e. equivalent to 379,291,800 shares of Yu Ming at HK\$ 0.44 each), to Allied Group Limited (stock code: 00373) (“AGL”). The consideration was arrived at after arm’s length negotiations between SHKF and AGL representing a premium of approximately 2.33% over the net asset value of HK\$ 0.43 per Yu Ming share as at 31st December, 2006. The proceeds from the disposal will be applied to reduce its overall indebtedness and for general working purposes.

The principal business activity of Yu Ming includes investments in listed and unlisted securities and properties. The audited consolidated net asset value of Yu Ming as at 31st December, 2006 was approximately HK\$732,331,000.

Mr. Lee Seng Huang, Executive Chairman of SHKF said, “We are committed to our strategy to opportunistically streamline our businesses and balance sheet in order to improve returns. In the past 5 months, SHKF along with its subsidiaries and associates have undertaken a series of disposals including this transaction. These initiatives will amount a total of HK\$ 822 million when completed.”

“Consequently, the Company will then be able to better focus on our core business activities in wealth management, brokerage, asset management, capital markets and consumer finance.” concluded Mr. Lee.

The Yu Ming transaction constitutes a connected transaction, on the basis that AGL is a substantial shareholder of Allied Properties (Hong Kong) Limited (stock code: 00056) (“APL”), and the Company is a subsidiary of APL. It is therefore subject to the approval of the independent shareholders of APL and the Company.

About Sun Hung Kai & Co. Limited and Sun Hung Kai Financial

With its foundation dating back to 1969, Sun Hung Kai & Co. Limited, which operates under the name Sun Hung Kai Financial, is one of the leading non-bank financial institutions in Hong Kong. The Group currently has over HK\$40 billion in assets under management, custody and/or advice, and over HK\$8 billion of equity attributable to equity holders. Its core areas of focus include wealth management and brokerage, asset management, capital markets, consumer finance as well as principal investments. Listed on the HKEx (stock code: 00086), the Group is currently capitalized at about HK\$10.5 billion. It employs over 1,300 dedicated professionals (excluding employees from the healthcare business) and has an extensive branch and office network in over 50 locations in Hong Kong, Macau and Mainland China.

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For enquiries:

Sun Hung Kai Financial

Rebecca Neufeld	+ (852) 2822 5079	rebeccaneufeld@shkco.com
Grace Leung	+ (852) 2592 6701	grace.leung@shkco.com
Fax:	+ (852) 2822 5688	

Occasions Corporate & Financial Communications Limited

Wendy Yeung	+ (852) 2185-7000	wendy.yeung@occasions.com.hk
Lilian Lam	+ (852) 2185-7010	lilian.lam@occasions.com.hk
Cindy Hui	+ (852) 2185 7025	cindy.hui@occasions.com.hk
Fax :	+ (852) 2801 5323	