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Yangtzekiang Garment Limited 長江製衣有限公司

**(formerly known as Yangtzekiang Garment Manufacturing Company Limited
長江製衣廠有限公司)**

(Incorporated in Hong Kong with limited liability)

(Stock Code: 294)

ESTABLISHMENT OF A PRC JOINT VENTURE WUXI TALAK INVESTMENT CO., LTD.

無錫長聯投資有限公司

AND

RESTRUCTURING OF WUXI TEXTILE OPERATIONS

MAJOR AND CONNECTED TRANSACTIONS

Delay in despatch of circular

The Company announces that the despatch of the Circular will be postponed to on or before 23rd January, 2006 since additional time is required by the reporting accountants of the Company to prepare the financial information of the Group, New JV and the Wuxi Textile Operations in compliance with Rule 14.67(4) of the Listing Rules. The Company has applied to the Stock Exchange for a waiver from the strict compliance with Rules 14.38 and 14A.49 of the Listing Rules and an extension of time for despatch of the Circular until 23rd January, 2006.

Reference is made to the announcement dated 4th November, 2005 (the "Previous Announcement") of the Company. Terms defined in the Previous Announcement shall, unless otherwise defined herein, bear the same meanings as in this announcement.

Under Rules 14.38 and 14A.49 of the Listing rules, a circular (the "Circular") containing, among other things, information on New JV and the Restructuring and the recommendations of the independent board committee and the independent financial adviser, is required to be despatched to the Shareholders within 21 days after publication of the Previous Announcement, being 28th November, 2005. However, since additional time is required for the reporting accountants of the Company to gather financial information and prepare (a) an accountants' report on New JV and the seven companies comprising the Wuxi Textile Operations on a combined basis for the three financial years ended 31st March, 2005; and (b) a pro forma statement, in compliance with Rule 14.67(4)(i) and (ii) of the Listing Rules, the Company expects that the reporting accountants of the Company will need considerable amount of time to produce such information, and the Circular will be despatched to the Shareholders on or before 23rd January, 2006.

In this connection, the Company has applied to the Stock Exchange for a waiver from the strict compliance with Rules 14.38 and 14A.49 of the Listing Rules and an extension of time for despatch of the Circular until 23rd January, 2006.

By Order of the Board
Yangtzekiang Garment Limited
Chan Wing Fui Peter
Vice Chairman

Hong Kong, 28th November, 2005

As at the date of this announcement,

- (a) the executive directors of the Company are Chan Sui Kau, Chan Wing Fui Peter, Chan Wing Kee, Chan Wing To, Chan Suk Man, Chan Wing Sun Samuel, and Chan Suk Ling Shirley; and*
- (b) the independent non-executive directors of the Company are Leung Hok Lim, Wong Lam and Lin Keping.*

Please also refer to the published version of this announcement China Daily.