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TI YU INVESTMENTS LIMITED
(Incorporated in the British Virgin Islands with limited liability)

GAY GIANO
INTERNATIONAL
GAY GIANO INTERNATIONAL
GROUP LIMITED
(Incorporated in Bermuda with limited liability)
(Stock Code: 686)

JOINT ANNOUNCEMENT

**(1) DESPATCH OF COMPOSITE OFFER DOCUMENT RELATING TO
MANDATORY UNCONDITIONAL CASH OFFER BY**



KINGSTON SECURITIES LIMITED

**ON BEHALF OF TI YU INVESTMENTS LIMITED
FOR ALL THE ISSUED SHARES AND OUTSTANDING OPTIONS
IN GAY GIANO INTERNATIONAL GROUP LIMITED
(OTHER THAN THOSE ALREADY OWNED BY OR
AGREED TO BE ACQUIRED BY TI YU INVESTMENTS LIMITED AND
PARTIES ACTING IN CONCERT WITH IT)**

AND

(2) APPOINTMENT OF EXECUTIVE DIRECTORS

Financial adviser to Ti Yu Investments Limited



KINGSTON CORPORATE FINANCE LIMITED

**Independent financial adviser to the Independent Board Committee of
Gay Giano International Group Limited**



Baron Capital Limited

DESPATCH OF COMPOSITE OFFER DOCUMENT

The Composite Offer Document containing, amongst other things, (i) the information relating to the Group, Ti Yu and the Offer; (ii) the letter from the Independent Board Committee containing its recommendation and advice to the Independent Shareholders and Optionholders in respect of the Offer; (iii) the letter from Baron, being the independent financial adviser to the Independent Board Committee, containing its advice to the Independent Board Committee in respect of the Offer; and (iv) the form of acceptance and transfer/cancellation in respect of the Offer, will be despatched to the Shareholders on 3 August 2007 in accordance with the Takeovers Code.

The Offer will commence on Friday, 3 August 2007 and will be closed on Friday, 24 August 2007 (the latest time for acceptance of the Offer will be 4:00 p.m. on Friday, 24 August 2007).

Independent Shareholders and Optionholders are encouraged to read the Composite Offer Document carefully, including the advice of Baron, being the independent financial adviser to the Independent Board Committee, and the recommendation and advice of the Independent Board Committee to the Independent Shareholders and Optionholders in respect of the Offer, before deciding whether or not to accept the Offer.

An expected timetable has been set out in this announcement.

APPOINTMENT OF EXECUTIVE DIRECTORS

The Board is pleased to announce that Mr. Wong Pak Lam, Louis, Mr. Wong Kin Tung and Mr. Wong Kwong Lung, Terence will be appointed as executive Directors with effect from 3 August 2007.

Reference is made to the joint announcement dated 5 July 2007 (the "Joint Announcement") by Ti Yu Investments Limited ("Ti Yu") and Gay Giano International Group Limited (the "Company"), in relation to, among other things, details of the Offer. Unless otherwise defined, terms used herein shall have the same meaning as those defined in the Joint Announcement.

DESPATCH OF COMPOSITE OFFER DOCUMENT

The composite offer document (the "Composite Offer Document") containing, amongst other things, (i) the information relating to the Group, Ti Yu and the Offer; (ii) the letter from the Independent Board Committee containing its recommendation and advice to the Independent Shareholders and Optionholders in respect of the Offer; (iii) the letter from Baron Capital Limited ("Baron"), being the independent financial adviser to the Independent Board Committee, containing its advice to the Independent Board Committee in respect of the Offer; and (iv) the form of acceptance and transfer/cancellation in respect of the Offer, will be despatched to the Shareholders and Optionholders on 3 August 2007 in accordance with the Takeovers Code.

Independent Shareholders and Optionholders are encouraged to read the Composite Offer Document carefully, including the advice of Baron, being the independent financial adviser to the Independent Board Committee, and the recommendation and advice of the Independent Board Committee to the Independent Shareholders and Optionholders in respect of the Offer, before deciding whether or not to accept the Offer.

EXPECTED TIMETABLE

The Company and Ti Yu would like to remind the Shareholders and Optionholders of the following timetable in relation to the Offer:

2007

Opening date of the Offer	Friday, 3 August
Latest time and date for acceptance of the Offer	4:00 p.m. on Friday, 24 August
Posting of announcement of the results of the Offer on the Stock Exchange's website	7:00 p.m. on Friday, 24 August
Closing date of the Offer	Friday, 24 August
Latest date for posting of remittances for the amounts due under the Offer in respect of valid acceptances received on or before 4:00 p.m. on Friday, 24 August	Monday, 3 September

The latest time and date for acceptance of the Offer will be 4:00 p.m. on Friday, 24 August 2007 unless Ti Yu revises or extends the Offer. An announcement of the results of the Offer will be made through the Stock Exchange's website by 7:00 p.m. on the closing date of the Offer.

APPOINTMENT OF EXECUTIVE DIRECTORS

The Board is pleased to announce that Mr. Wong Pak Lam, Louis, Mr. Wong Kin Tung and Mr. Wong Kwong Lung, Terence will be appointed as executive Directors with effect from 3 August 2007.

The biographical details of them are as follows:

(1) Mr. Wong Pak Lam, Louis ("Mr. Louis Wong")

Mr. Louis Wong, aged 29, completed the law study programme at the Southwest University of Political Science and Law in the PRC in 2001. Being the deputy managing director of Guangdong Liantai Group, he is responsible for the group's various investment projects. He is experienced in exploring opportunities for business development in the PRC. He is a member of the Chinese People's Political Consultative Conference Shenzhen Committee.

Mr. Louis Wong is the brother of Mr. Wong Kin Tung. Save as disclosed above, Mr. Louis Wong is not connected with any directors, senior management, substantial shareholders or controlling shareholders of the Company. Save as 120,000,000 Shares acquired under the Share Purchase, Mr. Louis Wong does not have any interests in the securities in the Company within the meaning of Part XV of the SFO. Mr. Louis Wong did not hold any positions in the Company or any of its subsidiaries and did not hold any directorships in any other listed companies on the Stock Exchange and any other stock exchange during the three years preceding the date of this announcement.

There is no service contract entered into between the Company and Mr. Louis Wong. Mr. Louis Wong has not been appointed for a specific term and will hold office until the next annual general meeting of the Company and will retire at that general meeting, but will become eligible for re-election pursuant to the bye-laws of the Company. Mr. Louis Wong's remuneration has not been fixed but if fixed will be determined by the Board with reference to his duties and responsibilities within the Company, the Company's remuneration policy and the prevailing market conditions.

(2) Mr. Wong Kin Tung

Mr. Wong Kin Tung, aged 32, the brother of Mr. Louis Wong, is an infrastructure engineer. Being the deputy managing director of Guangdong Liantai Group, he is responsible for the group's property development project.

Save as disclosed above, Mr. Wong Kin Tung is not connected with any directors, senior management, substantial shareholders or controlling shareholders of the Company and does not have any interests in the securities in the Company within the meaning of Part XV of the SFO. Mr. Wong Kin Tung did not hold any positions in the Company or any of its subsidiaries and did not hold any directorships in any other listed companies on the Stock Exchange and any other stock exchange during the three years preceding the date of this announcement.

There is no service contract entered into between the Company and Mr. Wong Kin Tung. Mr. Wong Kin Tung has not been appointed for a specific term and will hold office until the next annual general meeting of the Company and will retire at that general meeting, but will become eligible for re-election pursuant to the bye-laws of the Company. Mr. Wong Kin Tung's remuneration has not been fixed but if fixed will be determined by the Board with reference to his duties and responsibilities within the Company, the Company's remuneration policy and the prevailing market conditions.

(3) Mr. Wong Kwong Lung, Terence ("Mr. Terence Wong")

Mr. Terence Wong, aged 45, has over 15 years of experience in property development and investment in Hong Kong and the PRC. He was an independent non-executive director of Skyfame Realty (Holdings) Limited, the shares of which are listed on the Stock Exchange, for the period from 20 June 2001 to 29 December 2004.

Mr. Terence Wong is not connected with any directors, senior management, substantial shareholders or controlling shareholders of the Company and does not have any interests in the securities in the Company within the meaning of Part XV of the SFO. Save as disclosed above, Mr. Terence Wong did not hold any positions in the Company or any of its subsidiaries and did not hold any directorships in any other listed companies on the Stock Exchange and any other stock exchange during the three years preceding the date of this announcement.

There is no service contract entered into between the Company and Mr. Terence Wong. Mr. Terence Wong has not been appointed for a specific term and will hold office until the next annual general meeting of the Company and will retire at that general meeting, but will become eligible for re-election pursuant to the bye-laws of the Company. Mr. Terence Wong's remuneration has not been fixed but if fixed will be determined by the Board with reference to his duties and responsibilities within the Company, the Company's remuneration policy and the prevailing market conditions.

Save as disclosed above, there is no other matter about Mr. Louis Wong, Mr. Wong Kin Tung and Mr. Terence Wong which are required to be disclosed pursuant to Rule 13.51(2) of the Listing Rules or need to be brought to the attention of the Shareholders.

By order of the board of
Ti Yu Investments Limited
Wong Pak Lam, Louis
Sole Director

By order of the board of
Gay Giano International Group Limited
Cheung Yin Sheung, Subraina
Chairman

Hong Kong, 2 August 2007

As at the date of this announcement, the executive Directors are Ms. Cheung Yin Sheung, Subraina, Mr. Tong Kwong Fat, Ms. Yung Wing Sze, Vivian; the non-executive Director is Ms. To Ming Oi, Wendy; and the independent non-executive Directors are Mr. Chan Ka Ling, Edmond, Mr. Lo Wa Kei, Roy and Mr. Ching Kwok Ho, Samuel.

Mr. Wong Pak Lam Louis, being the sole director of Ti Yu, accepts full responsibility for the accuracy of the information contained in this announcement (other than that in relation to the Group) and Ti Yu's intention regarding the Group and confirms, having made all reasonable enquiries, that to the best of his knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement the omission of which would make any statement in this announcement misleading.

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement (other than those relating to Ti Yu and Mr. Wong, the terms and conditions of the Offer and Ti Yu's intention regarding the Group) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement the omission of which would make any statements in this announcement misleading.