



Corporate Action Announcement

Citibank, N.A., acting as sponsored depository bank, announces the following:

Date: July 20, 2006
Announcement For: [Exercise of Warrants, Sale of Rights](#)

Description

Company Name:	Sun Hung Kai & Co Ltd.
Ticker Symbol:	SHGKY
CUSIP Number:	866908205
Country:	Hong Kong
Listing Exchange:	OTC
Ratio (ADR:ORD):	1:5
Underlying Share Symbol:	86 HK
Underlying Share ISIN:	HK0086000525
DR ISIN:	US866908054
Custodian:	Citibank Hong Kong

Distribution of Warrants

Sun Hung Kai Co., Ltd ("Sun Hung") announced a distribution of warrants to its ordinary shareholders. The warrants were allocated as follows: one (1) warrant was issued for every 5 (five) ordinary shares held as of the foreign record date of May 15, 2006.

The Sun Hung warrants were not registered under the United States Securities Act of 1933, we were not permitted to pass the warrants on to the holders of American Depositary Receipts ("ADRs"). Therefore, the warrants were sold in the local market and the proceeds from the sale of the warrants will be distributed to the ADR holders of Sun Hung Kai Co., Ltd.

ADR record date: July 25, 2006
ADR payable date: July 31, 2006



The rate of distribution is:

Gross Rate per ADS:	\$0.17209831
Depository Fee:	<u>\$0.01600000</u>
Net Rate per ADS:	\$0.15609831

Shareholder Services

Questions may be directed to Shareholder Services toll free at 1-877-248-4237

For further information on Citi's Depository Receipt Services, visit www.citi.com/adr.