

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



FAR EAST GLOBAL GROUP LIMITED

遠東環球集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock code: 830)

GRANT OF SHARE OPTIONS

This announcement is made pursuant to Rule 17.06A of the Rules Governing the Listing of Securities (the “Listing Rules”) on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

The board (the “Board”) of Directors (the “Directors”) of Far East Global Group Limited (the “Company”) announces that on 29 June 2010 (the “Date of Grant”), the Board resolved to grant 112,175,000 share options (the “Share Options”) to subscribe for the ordinary shares of HK\$0.01 each in the share capital of the Company (the “Shares), representing 10% of the total of 1,121,750,000 Shares in issue as at the date of listing of the shares of the Company and the Date of Grant, to certain eligible individuals (the “Grantees”) under the share option scheme (the “Scheme”) adopted on 10 March 2010 with effect from the listing of the Shares in the Stock Exchange, subject to the acceptance of the Grantees. The grant of certain portion of the Share Options is subject to the approval of the independent shareholders of the Company as further elaborated below. The details of the Share Options are as follows:

Date of Grant

29 June 2010

Closing price of the share of the Date of Grant

HK\$0.65 per share

Details of Grantees:

Name of Grantee	Number of Share Options granted	Approximate % to total issued share capital of the Company as at the date of this announcement (note 1)
<i>Executive Directors</i>		
Huang Brad (“Mr Huang”)	10,000,000	0.89%
Kwok Yeung Kwong (“Mr. Kwok”)	25,000,000	2.23%
Ko Chuk Kin, Herbert	3,000,000	0.27%
Chiu Lok Man	1,800,000	0.16%
<i>Various business partners (note 2 & 3)</i>	8,000,000	0.71%
<i>Employees (note3)</i>	64,375,000	5.74%
Total	<u>112,175,000</u>	10.00%

Note

1. Issued share capital of the Company includes shares bought back by the Company previously but not yet cancelled up to the date of this announcement.
2. Various business partners represent the consultants or advisers that are qualified as the participants in the Scheme.
3. To the best knowledge and belief of the Board, the employees and business partners referred above are not directors, chief executive or substantial shareholders of the Company nor associates of any of them as defined in the Listing Rules and the grant of Share Options to each individual grantee is less than 1% of Shares in issue.

Validity and Exercise Period of the Share Options

The Options are valid for a period of 10 years from 29 June 2010 to 28 June 2020 (both date inclusive) to be vested and/or exercised in the following manner:

For PRC employees and various business partners:

- (i) 50% of the Share Options granted can be exercised from 29 June 2011, until they are exercised or lapsed; and
- (ii) the remaining 50% of the Share Options granted can be exercised from 29 June 2012, until they are exercised or lapsed;

For the Directors and employees other than PRC employees:

- (i) 25% of the Share Options granted can be exercised from 29 June 2011, until they are exercised or lapsed;
- (ii) 25% of the Share Options granted can be exercised from 29 June 2012, until they are exercised or lapsed;
- (iii) 25% of the Share Options granted can be exercised from 29 June 2013, until they are exercised or lapsed; and
- (iv) the remaining 25% of the Share Options granted can be exercised from 29 June 2014, until they are exercised or lapsed.

Each Share Option shall entitle the holder of the Share Option to subscribe for one Share upon exercise of such Share Option at a subscription price of HK\$0.65 per Share, which represents the higher of (i) the closing price of HK\$0.65 per Share as stated in the daily quotation sheets issued by the Stock Exchange on 29 June 2010, being the Date of Grant; (ii) the average closing price of HK\$0.64 per Share as stated in the daily quotation sheets issued by the Stock Exchange for the five business days immediately preceding the Date of Grant; and (iii) nominal value of the Share of HK\$0.01 each in the capital of the Company.

The grant of Share Options to the directors listed above has been approved by the independent non-executive Directors of the Company in accordance with the Rule 17.04(1) of the Listing Rules and the relevant rules governing the Scheme.

The grant of Share Options to Mr. Kwok exceeded 1% of Shares in issue. In addition, Mr. Huang and Mr. Kwok are the substantial shareholders of the Company and the grant of Share Options to each of them exceeded (i) 0.1% of the Shares in issue and (ii) HK\$5 million based on the closing price of the Shares at the Date of Grant. Therefore, such grants of Share Options are conditional and must be approved by independent shareholders of the Company (the “Independent Shareholders”) pursuant to the note to Rule 17.03(4), the Rule 17.04(1) of the Listing Rules and the relevant rules of the Scheme. For this purpose, the Company will convene an extraordinary general meeting (“EGM”) as soon as practicable at which ordinary resolutions will be proposed for the Independent Shareholders to consider, and if thought fit, to approve the grant of Share Options to Mr. Huang and Mr. Kwok. Pursuant to the Listing Rules,

at EGM, all connected persons (as defined in the Listing Rules), including but not limited to, all the directors of the Company, Full Mission Limited, Starflash Investment Limited and Showmost Group Limited and their associates (as defined in the Listing Rules) are required to abstain from voting on the resolutions approving the same and voting will be conducted by poll.

A circular containing, inter alia, (1) further information on the grant of Share Options to Mr. Huang Brad and Mr. Kwok Yeung Kwong; (2) Notice of EGM; (3) the recommendation of the independent non-executive Directors of the Company; and (4) other information as required under the note to Rule 17.03(4) and Rule 17.04(3) of the Listing Rules, will be dispatched to the shareholders of the Company as soon as possible.

For and on behalf of the Board
Far East Global Group Limited
Huang Brad
Chairman

Hong Kong, 30 June 2010

At the date of this announcement, the executive directors of the Company are Mr. HUANG Brad (Chairman), Mr. KWOK Yeung Kwong (Chief Executive Officer), Mr. KO Chuk Kin, Herbert and Mr. CHIU Lok Man; the non-executive director of the Company is Mr. HUANG Guangyu and the independent non-executive directors of the Company are Mr. ZHOU Jinsong, Mr. YEN Homer Shih Hung and Mr. HONG Winn.