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## **AV CONCEPT HOLDINGS LIMITED**

*(Incorporated in the Cayman Islands with limited liability)*

(Stock Code: 595)

### **VOLUNTARY ANNOUNCEMENT**

This is a voluntary announcement made by AV Concept Holdings Limited (the “Company” and its subsidiaries, together referred to as the “Group”).

The board of directors (the “Board”) of the Company is pleased to announce that New Concept Capital Limited (“New Concept”), a wholly owned subsidiary of the Company, entered into a share purchase agreement (the “Share Purchase Agreement”) with Mr. Lee Yong Hyon (“YH Lee”), a third party independent of and not connected with the Company and its connected persons, on 18 November 2009. Pursuant to the Share Purchase Agreement, New Concept has agreed to conditionally purchase, and YH Lee has agreed to sell, 267,000 shares of the common stock in Wavesquare Inc. (“Wavesquare”) at a price of US\$2.2 million (equivalent to approximately HK\$17.16 million). Upon completion of the acquisition as contemplated by the Share Purchase Agreement, the Group’s share of equity interest in Wavesquare will increase from 17.02% to 21.32%.

Wavesquare, a company incorporated in the Republic of Korea, carries business of research, development and manufacturing of the super high brightness LED wafer. The development of LED wafer chip of Wavesquare has completed, and Wavesquare has secured orders for such developed products.

The Group remains confident that the high brightness LED sector possesses significant potential. As high brightness LED wafer can provide superior illumination and consume less energy than traditional lighting, such attributes perfectly correspond with the PRC Government’s initiatives of promoting environmentalism and industries involved in energy conservation.

Backed by a proven distribution network in the Greater China region, the Group will strive to deliver solid results by winning customers in the LED market and thus increase the portion of higher margin products which will eventually help to improve the Group’s overall net profit.

Upon completion of the acquisition as contemplated by the Share Purchase Agreement, Wavesquare will become an associated company of the Company and the Company will equity across the results of Wavesquare in the financial results of the Company.

The Board is of the view that the acquisition as contemplated by the Share Purchase Agreement is fair and reasonable and is in the best interests of the Company and the shareholders as a whole.

By Order of the Board  
**AV Concept Holdings Limited**  
**So Yuk Kwan**  
*Chairman*

Hong Kong, 18 November 2009

*As at the date of this announcement, the Board comprises two executive directors, Mr. So Yuk Kwan (Chairman) and Mr. So Chi On, and three independent non-executive directors, Dr. Hon. Lui Ming Wah, SBS, JP, Mr. Charles E. Chapman and Mr. Wong Ka Kit.*