



玖龍紙業(控股)有限公司*

NINE DRAGONS PAPER (HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)
(Stock Code: 2689)

ANNOUNCEMENT
UNUSUAL PRICE AND TRADING VOLUME

This announcement is made at the request of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The Board of Directors (the "Board") of Nine Dragons Paper (Holdings) Limited (the "Company") has noted the decreases in the price and the increase in the trading volume of the shares of the Company today and wish to state that we are not aware of any reasons for such decreases save as disclosed in the announcements of the Company dated 14 March 2008 and 17 March 2008 in relation to a possible acquisition of controlling interests in a paper mill established in Vietnam and an unaudited results announcement for the six months ended 31 December 2007 respectively.

The Board also confirms that there are no negotiation or agreements relating to intended acquisitions or realizations which are discloseable under Rule 13.23 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"), neither are the Directors aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

Made by the order of the board of the Company, the directors of which individually and jointly accept responsibility for the accuracy of this announcement.

On behalf of the Board
Cheung Yan
Chairlady

Hong Kong, 17 March 2008

As at the date of this announcement, the executive directors are Ms. Cheung Yan, Mr. Liu Ming Chung, Mr. Zhang Cheng Fei and Ms. Gao Jing; the non-executive director is Mr. Lau Chun Shun; the independent non-executive directors are Ms. Tam Wai Chu, Maria, Mr. Chung Shui Ming, Timpson, Dr. Cheng Chi Pang and Mr. Wang Hong Bo.

**For identification purposes only*