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**KINGBOARD CHEMICAL
HOLDINGS LIMITED**

建滔化工集團*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 148)

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**KINGBOARD LAMINATES
HOLDINGS LIMITED**

建滔積層板控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1888)

JOINT ANNOUNCEMENT

PURSUANT TO RULE 13.18 OF THE LISTING RULES

This announcement is made pursuant to Rule 13.18 of the Listing Rules with respect to a HK\$3 billion transferable term loan and revolving credit facility agreement entered into by Kingboard Laminates with a syndicate of banks. The Facility Agreement imposes, among other things, a minimum shareholding percentage in Kingboard Laminates by Kingboard Chemical.

This announcement is made jointly by Kingboard Chemical Holdings Limited (“Kingboard Chemical”) and Kingboard Laminates Holdings Limited (“Kingboard Laminates”) pursuant to Rule 13.18 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

On 19 April 2010, Kingboard Laminates, as borrower entered into the facility agreement (“Facility Agreement”) relating to a HK\$3 billion transferable term loan and revolving credit facility (“Loan Facility”) with a syndicate of banks. The Loan Facility will be used as general working capital of Kingboard Laminates and its subsidiaries. The Loan Facility have a term of 60 months commencing from the date of the Facility Agreement and was fully underwritten and lead-arranged by DBS Bank Ltd., The Hongkong and Shanghai Banking Corporation Limited and Standard Chartered Bank (Hong Kong) Limited.

Pursuant to the Facility Agreement, amongst other events of default, it shall be an event of default if (i) Kingboard Chemical, being Kingboard Laminates’ controlling shareholder which holds approximately 72.23 per cent of the total issued share capital of Kingboard Laminates as at the date of this announcement, ceases to own legally and beneficially (directly or indirectly) at least 50.1 per cent. of the issued share capital of Kingboard Laminates; or (ii) Kingboard Chemical ceases to have management control over Kingboard Laminates.

* *For identification purpose only*

If an event of default under the Facility Agreement occurs, the agent acting for the lending banks may, and shall if so requested by a majority of the lending banks, terminate the Loan Facility and/or declare all outstanding amounts together with all interest accrued under the Loan Facility to be immediately due and payable.

In accordance with the requirements under Rule 13.21 of the Listing Rules, disclosure will be included in the annual and interim reports of Kingboard Chemical and Kingboard Laminates respectively for so long as circumstances giving rise to the obligation continue to exist.

BY ORDER OF THE BOARD
Kingboard Chemical Holdings Limited
Chan Wing Kwan
Managing Director

BY ORDER OF THE BOARD
Kingboard Laminates Holdings Limited
Cheung Kwok Keung
Managing Director

Hong Kong, 19 April 2010

As at the date of this announcement, the board of directors of Kingboard Chemical comprises Messrs. Cheung Kwok Wing, Chan Wing Kwan, Chang Wing Yiu, Cheung Kwong Kwan, Ho Yin Sang, Cheung Wai Lin, Stephanie and Mok Cham Hung, Chadwick, being the executive directors, and Messrs. Cheng Wai Chee, Christopher, Henry Tan, Lai Chung Wing, Robert and Tse Kam Hung, being the independent non-executive directors.

As at the date of this announcement, the board of directors of Kingboard Laminates comprises Messrs. Cheung Kwok Wa, Cheung Kwok Keung, Cheung Kwok Ping, Lam Ka Po, Cheung Ka Ho, Chan Sau Chi, Liu Min and Zhou Pei Feng, being the executive directors, Mr. Lo Ka Leong, being the non-executive director, and Messrs. Chan Charnwut Bernard, Chan Yue Kwong, Michael, Leung Tai Chiu and Mok Yiu Keung, Peter, being the independent non-executive directors.