

DeTeam Company Limited

弘海有限公司*

(Incorporated in the Cayman Islands with limited liability)
(stock code: 8112)

ANNOUNCEMENT

The Board of DeTeam Company Limited makes the following announcement in order to keep Shareholders and investors generally informed of recent developments following the Company's recent placing of shares as announced on 25 July 2007 and 2 August 2007.

Reference is made to the announcements of DeTeam Company Limited (the "Company") on 25 July 2007 in relation to, among other things, the placing of certain shares of the Company (the "Announcement"). Unless otherwise defined, terms used in the Announcement shall have the same meaning when used in this announcement.

As set out in the Announcement, the Group intended to use the net proceeds from the Placing for, among other things, investment in building a new production plant for large plastic woven bags. In furtherance of this intention and in anticipation of the acquisition of machine and equipment and construction of production lines for the production of large plastic woven bags, the Company had applied for and obtained approval to increase its total investment amount in its wholly-owned subsidiary, Changchun Yicheng Packaging Co., Ltd from RMB10,000,000 to RMB70,000,000 and its registered capital from RMB10,000,000 to RMB60,000,000.

The Company is currently in discussions with potential machine and equipment suppliers and will keep Shareholders updated on any development or transaction as required under the GEM Listing Rules.

By Order of the Board
Mak Shiu Chung, Godfrey
Executive Director

Hong Kong, 27 August 2007

* *For identification purpose only*

At the date of this announcement, the board of directors of the Company comprises:

Executive Directors

Mr. Yan Daniel X.D.

Mr. Mak Shiu Chung, Godfrey

Mr. Zhang Chao Liang

Mr. Wang Hon Chen

Independent Non-Executive directors

Mr. Yang Xiaoping

Mr. Kwok Chi Shing

Mr. Tsang Wai Sum

This announcement, for which the Directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable inquiries, confirm that, to the best of their knowledge and belief; (1) the information contained in this announcement is accurate and complete in all material respects and not misleading, (2) there are no other matters the omission of which would make any statement in this announcement misleading, and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the GEM website www.hkgem.com on the “Latest Company Announcements” page for at least 7 days from the date of its posting.