

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.



C Y FOUNDATION GROUP LIMITED
(Incorporated in Bermuda with limited liability)
(Stock code: 1182)

ANNOUNCEMENT IN RESPECT OF A SUMMONS

Reference is made to the announcement of C Y Foundation Group Limited (“Company”) dated 21 April 2010 (“Announcement”) in respect of, inter alia, the petition issued against the Company pursuant to section 168A of the Companies Ordinance (“Petition”). Unless the context otherwise requires, terms used herein shall have the same meanings as defined in the Announcement.

The Board wishes to announce that on 19 January 2011, Luck Continent Limited (“Luck Continent”), the Petitioner in the Petition, issued a summons returnable on 26 January 2011 at 10 am (“Summons”). By the Summons, Luck Continent sought, inter alia, the following relief:

1. until further Order, each of the 1st Respondent, Mr CHENG Chee Tock Theodore (Chairman and Executive Director) and the 9th Respondent, the Company, whether by himself or itself (as the case may be), its agents, servants or otherwise howsoever, be restrained from procuring or taking any steps to procure Beijing T-Matrix Culture Company Limited (“T-Matrix”) to:
 - (1) dispose, assign, charge or otherwise deal with the property situate at 16th Floor, Bright China Chang An Property, No 7 Jian Guo Men Nei Da Jie, Beijing, PRC;
 - (2) act pursuant to, or otherwise carry out the matters contained in, the shareholder’s resolutions of T-Matrix purportedly dated 15 December 2010, which is in relation to setting up of a Beijing branch company for T-Matrix; and
 - (3) take any further steps or enter into or perfect (including affixing a statutory chop on) the agreements or draft agreements in relation to T-Matrix for, inter alia, outsourcing the business of T-Matrix and use of property; and
2. until further Order, the Company, whether by itself, its agents, servant or otherwise howsoever, be restrained from acting pursuant to, or otherwise carrying out the matters contained in, the directors’ resolution of the Company dated 8 July 2010 in respect of what was referred to as “Project T-Matrix”.

T-Matrix is a limited liability company incorporated in the PRC and a wholly-owned subsidiary of the Company. Its principal activity is the provision of online tournament game services.

The Summons was served to the Company’s solicitors on 19 January 2011.

The Company will keep the Shareholders and potential investors informed of any further material development in connection with the Summons by way of further announcement(s) as and when appropriate.

On behalf of the Board
Woelm Samuel
Executive Director

Hong Kong, 24 January 2011

As at the date hereof, the executive directors of the Company are Mr CHENG Chee Tock Theodore (Chairman), Mr WOELM Samuel, Mr WU Chuang John, Mr CAO Dongxin, Mr HO Chi Chung Joseph, Mr YU Ping, Mr ZHANG Yiwei, Mr TANG Ming and Mr HU Xichang; and the independent non-executive directors are Mr WANG Shanchuan, Mr NG Pui Lung and Mr FUNG Pui Cheung Eugene.