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TERMBRAY INDUSTRIES INTERNATIONAL (HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)

Website: www.termbray.com.hk

(Stock Code: 0093)

LAPSE OF OPTION TO PURCHASE POTENTIAL OIL ASSETS AND RECENT BUSINESS DEVELOPMENT OF THE GROUP

Reference is made to the announcement of the Company dated 10 August 2007. Unless otherwise defined herein, capitalised terms used in this announcement shall have the same meanings as those defined in the said announcement.

On 8 August 2007, the Company entered into the Option Agreement with Brightup, Mr. So and Mr. Lee, pursuant to which Brightup has granted the Company or any of its wholly-owned subsidiaries the Purchase Option, on an exclusive basis, to purchase, directly or indirectly, the entire issued share capital of GTHL, which in turn beneficially owns the entire issued share capital of HHRL which has entered into the KDO Agreement to acquire the Potential Assets. The Purchase Option shall be exercisable at the sole discretion of the Company for a period of three months commenced from the date of the Option Agreement.

Due to the reasons including the parties to the Option Agreement not reaching mutual agreement on the terms of the GTHL Agreement, the Purchase Option was not exercised by the Company and has now lapsed. As the parties to the Option Agreement have not finalised the terms of the escrow agreement, the Earnest Money has not been paid by the Company and as such no refund of the same is required.

As stated in the said announcement, the Directors believe that the natural resources sector offers significant development potential and it is the Group's ongoing strategy to gain a foothold and develop in this sector by way of exploring different kinds of investment opportunities. Despite the lapse of the Purchase Option, the Group will continue to seek other investment opportunities in the natural resources sector. The Group has submitted a bid to acquire a producing oilfield in Eurasia and is in negotiation with the vendor to be granted exclusivity for the acquisition. However, as at the date of this announcement, no final terms and conditions have been agreed in this respect. Should the said acquisition be materialised, it would constitute a very substantial acquisition of the Company under the Listing Rules. The Board draws to the attention of Shareholders and investors and requires them to note that such acquisition may or may not proceed. **Shareholders and investors are therefore advised to exercise caution when dealing in the securities of the Company.**

The Company is also in the initial process of analysing the potential acquisition of another oil exploration block in Kazakhstan. **Shareholders and investors should note that such acquisition may or may not proceed.**

By order of the Board
Termbray Industries International (Holdings) Limited
Lee Lap
Chairman

Hong Kong, 9 November 2007

As at the date hereof, the executive Directors are Mr. Lee Lap, Mdm. Leung Lai Ping, and Mr. Wong Shiu Kee; the non-executive Director is Mr. Lee Ka Sze, Carmelo; and the independent non-executive Directors are Dr. The Hon. Lee Tung Hai, Leo, G.B.M., G.B.S., LL.D, J.P., Mr. Chan Siu Kang and Mr. Lo Yiu Hee.