

*The following is the text of an announcement released to the London Stock Exchange on which VTech Holdings Limited is listed*

**TR-1: NOTIFICATION OF MAJOR INTERESTS IN SHARES**

**1. Identity of the issuer or the underlying issuer of existing shares to which voting rights are attached:**

VTech Holdings Limited

**2. Reason for the notification** (place an X inside the appropriate bracket/s)

An acquisition or disposal of voting rights: (X)

An acquisition or disposal of financial instruments which may result in the acquisition of shares already issued to which voting rights are attached: ( )

An event changing the breakdown of voting rights: ( )

Other (please specify) : ( )

**3. Full name of person(s) subject to the notification obligation:**

Value Partners Limited

**4. Full name of shareholder(s)** (if different from 3.) :

HSBC Institutional Trust Services (Asia) Ltd  
Standard Chartered Bank (Hong Kong) Ltd  
Banque Privee Edmond de Rothschild Luxembourg S.A.  
Citibank N.A.  
JP Morgan Chase Bank, N.A.  
ABN AMRO Mellon GSS BV  
Merrill Lynch, Pierce, Fenner & Smith  
The Northern Trust Company  
State Street Bank & Trust

**5. Date of the transaction (and date on which the threshold is crossed or reached if different):**

6 September 2007

**6. Date on which issuer notified:**

7 September 2007

**7. Threshold(s) that is/are crossed or reached:**

From 6.05% to 5.98%

## 8. Notified details:

N/A

## A: Voting rights attached to shares

| Class/type of shares if possible using the ISIN CODE | Situation previous to the Triggering transaction |                         |
|--|--|-------------------------|
|  | Number of shares                                 | Number of voting Rights |
| BMG9400S1089   | 14,589,000                                       | 14,589,000              |

### Resulting situation after the triggering transaction

| Class/type of shares if possible using the ISIN CODE | Number of shares |  | Number of voting rights |            | % of voting rights |          |
|--|------------------|--|-------------------------|------------|--------------------|----------|
|  | Direct           |  | Direct                  | Indirect   | Direct             | Indirect |
| BMG9400S1089   | -                |  | -                       | 14,422,000 | -                  | 5.98     |

## B: Financial Instruments

### Resulting situation after the triggering transaction

| Type of financial instrument | Expiration Date | Exercise/Conversion Period/ Date | Number of voting rights that may be acquired if the instrument is exercised/ converted. | % of voting rights |
|------------------------------|-----------------|----------------------------------|---|--------------------|
|------------------------------|-----------------|----------------------------------|---|--------------------|

**Total (A+B)**  
Number of voting rights    % of voting rights

14,422,000                      5.98

**9. Chain of controlled undertakings through which the voting rights and/or the financial instruments are effectively held, if applicable:**

N/A

**Proxy Voting:**

**10. Name of the proxy holder:**

N/A

**11. Number of voting rights proxy holder will cease to hold:**

N/A

**12. Date on which proxy holder will cease to hold voting rights:**

N/A

**13. Additional information:**

Value Partners Ltd is the Investment Manager of a no. of funds and managed accounts and is deemed to be interested in voting rights in the issuer by virtue of the investment management relation. None of the funds or the managed accounts holds more than 5% of the voting rights of the issuer.

**14. Contact name:**

Vivienne Lee

**15. Contact telephone number:**

852-2143 0370

*As at the date of this announcement, the Executive Directors of the Company are Mr. Allan WONG Chi Yun (Chairman and Group Chief Executive Officer), Mr. Edwin YING Lin Kwan and Mr. PANG King Fai. The Independent Non-executive Directors are Mr. Raymond CH'IEN Kuo Fung, Mr. William FUNG Kwok Lun, Mr. Michael TIEN Puk Sun and Mr. Patrick WANG Shui Chung.*