

*The following is the text of a notice 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:**

FTIF Templeton Asia Growth Fund

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

HSBC Ltd Hong Kong

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

20 December 2007

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

21 December 2007

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

8%

## 8. Notified Details :

### 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 |

|                                  |            |       |
|----------------------------------|------------|-------|
| Ordinary USD0.05<br>BMG9400S1089 | 17,037,000 | 7.07% |
|----------------------------------|------------|-------|

#### 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 |

|                                  |   |  |   |            |   |       |
|----------------------------------|---|--|---|------------|---|-------|
| Ordinary USD0.05<br>BMG9400S1089 | - |  | - | 19,461,000 | - | 8.07% |
|----------------------------------|---|--|---|------------|---|-------|

### 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 |
|------------------------------|-----------------|----------------------------------|---|--------------------|
|------------------------------|-----------------|----------------------------------|---|--------------------|

N/A

| Total (A+B)<br>Number of voting rights | % of voting rights |
|--|--------------------|
|--|--------------------|

|            |       |
|------------|-------|
| 19,461,000 | 8.07% |
|------------|-------|

**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:**

N/A

**14. Contact Name for queries (Notifier):**

Lori Weber

**15. Contact telephone number:**

954 847 2283

*As at the date of this notice, 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.*