



Solargiga Energy

陽光能源控股有限公司

(Incorporated in the Cayman Islands)
(Stock Code: 757)

ANNOUNCEMENT

CHANGE OF USE OF PROCEEDS

Reference is made to the prospectus of the Company dated 17 March 2008 relating to the Global Offering for the listing of the Company's shares on the Main Board of The Stock Exchange of Hong Kong Limited. The Directors wish to announce the Company has decided to change the use of proceeds as more particularly set out in this announcement.

Reference is made to the prospectus of Solargiga Energy Holdings Limited (the "Company", together with its subsidiaries, the "Group") dated 17 March 2008 (the "Prospectus") relating to the public

As a result of the termination of the Framework Agreement, the Company intends to apply the proceeds in the said amount of RMB62,400,000 (approximately HK\$71,305,000) for prepayment of polysilicon materials in order to secure stable source of such materials. The following table illustrate the change of the use of proceeds:

	(RMB)	(HK\$)
Investment in polysilicon suppliers	175	104
Prepayment of polysilicon materials	100	171

The directors of the Company (the "Directors") (including the independent non-executive Directors) consider the above change in the use of proceeds was in line with the Company's plan to secure stable source of high purity polysilicon at a stable price as stated in the Prospectus. The Directors (including the independent non-executive Directors) considered that the termination of the Framework Agreement would not have any significant adverse effect on the Company and therefore concluded that the above change in the use of proceeds is fair and reasonable and in the interest of the Company and its shareholders as a whole.

By order of the Board

(Signature)
 Executive Director

Hong Kong, 28 August 2008

1 RMB = HK\$1.1427

A, B, C, D, E, F, G, H, I, J, K, L, M, N, O, P, Q, R, S, T, U, V, W, X, Y, Z