



I.T LIMITED

(incorporated in Bermuda with limited liability)

(Stock Code: 999)

**POSSIBLE FORMATION OF A JOINT VENTURE
WITH GALERIES LAFAYETTE
TO OPEN DEPARTMENT STORES IN THE PRC**

The Board is pleased to inform the shareholders and the market that negotiation on the possible formation of a joint venture with Galeries Lafayette to open department stores in the PRC is progressing satisfactorily and the parties have expressed their faithful intention to continue to negotiate (to the exclusion of any third party) despite expiry of exclusivity under the MOU on 31 August 2008.

Reference is made to the announcement of I.T Limited (the “Company”) dated 3 December 2007 (the “Announcement”). Terms used in this announcement shall have the same meanings as those defined in the Announcement unless the context requires otherwise.

The Board is pleased to update the shareholders and the market on the development of the possible formation of a joint venture with Galeries Lafayette to open department stores in the PRC. The Company has reached principal agreement with Galeries Lafayette on the key terms of the joint venture agreement, and we are progressing with documentation of the formal joint venture agreement. The parties are also working closely to negotiate with potential landlords about leasing a site for the opening of the first Galeries Lafayette department store in the PRC. In view of the satisfactory progress on good cooperation terms, both parties have expressed their faithful intention to continue to negotiate (to the exclusion of any third party) to explore department store business in the PRC (except Shanghai) despite expiry of exclusivity under the MOU on 31 August 2008.

If any formal agreement is signed, the transactions contemplated thereunder may or may not constitute notifiable transactions. Further announcement will be made as and when required under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

By order of the Board

I.T Limited

Lo Wing Yan, William, J.P.

Vice Chairman and Managing Director

Hong Kong, 5 September, 2008

As at the date of this announcement, the Board comprises Mr. SHAM Kar Wai, Dr. LO Wing Yan, William, J.P. and Mr. SHAM Kin Wai as Executive Directors and Mr. WONG Wai Ming, Mr. Francis GOUTENMACHER and Dr. WONG Tin Yau, Kelvin as Independent Non-executive Directors.