

[For Immediate Release]



GST's Major Shareholder Increases Equity Interest to 53%

* * * *

A vote of confidence in the Group's promising development prospects

(December 7, 2006 – Hong Kong) China's leading integrated fire alarm system product and solution provider – **GST Holdings Limited** ("GST" or the "Group"; HKSE stock code: 416) announced today an increase in equity interest by its controlling shareholder.

Up to December 5, 2006, GST International Management Limited, the controlling shareholder of GST, increased its equity interests of GST from the previous approximately 52.75% to 53.01%, an increase of 2,010,000 shares, at an average price of approximately HK\$2.69 per share.

Mr. Song Jiacheng, Chairman of GST, said, "The increase in equity interest not only represented a vote of confidence in the future of the Group, but also enhanced shareholder value. We are confident of the immense business opportunity and growth potential of the fire and security products market in the PRC. The Group is committed to seeking new development opportunities to further consolidate its market leadership, bringing higher value for customers and, ultimately, creating fruitful returns to our shareholders."

- End -

About GST

GST Holdings Limited is one of the leading fire alarm system and solution providers in China and is primarily engaged in the manufacturing and distribution of fire alarm systems, 119 fire network systems and other products such as video entry system, electronic power meter and building automation systems. According to industry research, GST has the largest market share by revenue in the fire alarm systems in China. With its diversified product range, extensive nationwide sales and distribution network, GST endeavors to provide one-stop, timely and comprehensive fire alarm solutions to its customers. GST was ranked top 17th most competitive PRC enterprise by Forbes in 2005.

For enquiries, please contact:

iPR Ogilvy Ltd.

Harriet Lau / Emily Chiu / Kylie Yeung / Jackal Leung

Tel : (852) 3170 6750/ 2136 6179/ 3170 6751/ 2169 0467

Fax : (852) 3170 6606

Email : harriet.lau@iprogilvy.com/emily.chiu@iprogilvy.com/

kylie.yeung@iprogilvy.com/jackal.leung@iprogilvy.com