



[For Immediate Release]

TTI Completes the Acquisition of Milwaukee®, AEG® and DreBo®

(HONG KONG, 3rd January, 2005) -- **Techtronic Industries Co. Ltd.** ("TTI" or "the Company") (HKEx stock code: 669, ADR symbol: TTNDY) has successfully completed the acquisition of the Milwaukee®, AEG®, and DreBo® electric power tools and accessories businesses of Atlas Copco AB. TTI's shareholders present in person or by proxy at the Company's extraordinary general meeting today unanimously approved the proposed acquisition.

Mr. Horst J. Pudwill, Chairman and CEO of TTI, said, "With the overwhelming support of our shareholders and the approval of regulatory agencies in both the U.S. and Europe, TTI is now ready to embrace and invest in Milwaukee®, AEG® and DreBo® to leverage their brand value across all distribution channels and the professional tools market. We will move forward aggressively to grow our business for each of these brands, while continuing to innovate and deliver quality assured products across our entire brand portfolio."

Pudwill continued, "We have identified in the deal synergistic benefits in engineering, manufacturing and the supply chain for our operations. We expect to reap these benefits in 2005 and 2006. We remain confident of our ability to continue generating strong returns for our shareholders through the execution of effective growth strategy."

"We welcome Milwaukee®, AEG® and DreBo® to TTI and look forward to working with their management teams," said Pudwill. "Known for building strong brands and strong partnerships with our customers, TTI will also capitalize on the talents of these newly acquired companies to support its efforts to deliver additional shareholder value as it goes forward."

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About TTI

Founded in 1985, TTI is a leading marketer, manufacturer and supplier of home improvement and floor care products, employing over 20,000 people worldwide. TTI's global brand portfolio now includes Ryobi®, Milwaukee® and AEG® power tools, DreBo® carbide drill bits, Homelite® and Ryobi® outdoor power equipment and Royal®, Dirt Devil®, Regina® and VAX® floor care appliances. TTI has enjoyed continuous growth since its listing on the Hong Kong Stock Exchange in 1990, achieving double-digit growth for nine consecutive years. TTI is one of the constituent stocks on the Hang Seng HK MidCap Index under the Hang Seng Composite Index, the MSCI Hong Kong Index, the FTSE All-World Hong Kong Index and the FTSE/Hang Seng Asian Cyclical Index. For more information, please visit www.ttigroup.com.

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