
HOW TO APPLY FOR PUBLIC OFFER SHARES

There are two ways to make an application for Public Offer Shares. First, you may use an application form. Second, you may electronically instruct Hongkong Clearing to cause HKSCC Nominees to apply for Public Offer Shares on your behalf. **You may not both apply on a WHITE or YELLOW application form and give electronic instructions to Hongkong Clearing.**

I. APPLYING BY USING AN APPLICATION FORM

WHICH APPLICATION FORM TO USE

Use a **white** application form if you want the Public Offer Shares to be issued in your own name.

Use a **yellow** application form if you want the Public Offer Shares to be issued in the name of HKSCC Nominees and deposited directly into CCASS for credit to your CCASS Investor Participant stock account or the stock account of your designated CCASS Participant.

Note: The Public Offer Shares are not available to the chief executive of the Company, the Directors, existing beneficial owners of Shares, or the associates (as defined in the GEM Listing Rules) of any of them.

WHERE TO COLLECT THE APPLICATION FORMS FOR THE PUBLIC OFFER SHARES

Copies of this prospectus, together with the **white** application forms, may be obtained from:

Any member of
The Stock Exchange of Hong Kong Limited

or

HSBC Investment Bank Asia Limited
Level 15
1 Queen's Road Central
Hong Kong

or

Bear Stearns Asia Limited
26/F Citibank Tower
3 Garden Road
Hong Kong

or

CEF Capital Limited
Suite 2001, 20/F Cheung Kong Center
2 Queen's Road Central
Hong Kong

or

HOW TO APPLY FOR PUBLIC OFFER SHARES

Advanced Partners Brokerage Limited

6501-06 The Center
99 Queen's Road
Central
Hong Kong

or

Cazenove Asia Limited

3601 Two Exchange Square
8 Connaught Place
Central
Hong Kong

or

CLSA Limited

33rd Floor, Tower Two
Lippo Centre
89 Queensway
Hong Kong

or

Vickers Ballas Capital Limited

19th Floor, Far East Finance Centre
16 Harcourt Road
Admiralty
Hong Kong

or any one of the following branches of **The Hongkong and Shanghai Banking Corporation Limited**:

HONG KONG ISLAND:	Hong Kong Office	Level 3, 1 Queen's Road Central
	Central Branch	29 Queen's Road Central
	Cityplaza Branch	Unit 065, Cityplaza I, Taikoo Shing
	Des Voeux Road Central Branch	141 Des Voeux Road Central
	Des Voeux Road West Branch	40-50 Des Voeux Road West
	Harcourt Road Branch	Ground Floor, Hutchison House, 10 Harcourt Road
	Hay Wah Building Branch	Ground Floor, Hay Wah Building, 71-85B Hennessy Road, Wanchai
	Hopewell Centre Branch	Shops 1-2, Ground Floor, Hopewell Centre, 183 Queen's Road East, Wanchai
	North Point Branch	306-316 King's Road, North Point
KOWLOON:	Festival Walk Branch	Shops LG 1-37, Festival Walk, 80 Tat Chee Avenue, Kowloon Tong
	Kwun Tong Branch	1 Yue Man Square, Kwun Tong
	Mongkok Branch	673 Nathan Road, Mongkok
	Tai Yau Street Branch	26-28, Tai Yau Street, San Po Kong
	Telford Gardens Branch	Unit P16, Block G, Telford Plaza I, Kowloon Bay
	Tsimshatsui Branch	82-84 Nathan Road, Tsimshatsui

HOW TO APPLY FOR PUBLIC OFFER SHARES

	Union Park Centre Branch	Shops 4-7, Ground Floor, Union Park Centre, 771-775 Nathan Road
	Waterloo Road Branch	71 Waterloo Road, Homantin
NEW TERRITORIES:	City Landmark Branch	Shops 117-131, 1st Floor, City Landmark I, 68 Chung On Street, Tsuen Wan
	Shatin City One Branch	Shops 138-140, 1st Floor, City One Plaza, Shatin
	Yuen Long Branch	Ground Floor, HSBC Building Yuen Long, 150-160 Castle Peak Road, Yuen Long

You can collect a **yellow** application form and a prospectus from:

- (1) the Service Counter of Hongkong Clearing at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong; or
- (2) the Investor Service Centre of Hongkong Clearing at Room 1901, Chinachem Exchange Square, 1 Hoi Wan Street, Quarry Bay, Hong Kong; or
- (3) your broker may have the application forms available.

HOW TO COMPLETE THE APPLICATION FORM

There are detailed instructions on each application form. You should read those instructions carefully. If you do not follow the instructions, your application may be rejected and returned by ordinary post together with the accompanying cheque(s) or banker's cashier orders to you (or the first-named applicant in the case of joint applicant(s)) at your own risk at the address stated on the application form.

If your application is made through a duly authorised attorney, HSBC Investment Bank Asia, in consultation with the Company, or its agents may accept your application at its discretion, and subject to any conditions they think fit, including evidence of the authority of your attorney.

HOW MANY APPLICATIONS YOU MAY MAKE

There is only one situation where you may make more than one application for Public Offer Shares:

- If you are a **nominee**, you may lodge more than one application in your own name on behalf of different owners. In the box on the application form marked "For nominees" you must include:
 - an account number; or
 - some other identification code for each beneficial owner.

If you do not include this information, the application will be treated as being for your own benefit.

HOW TO APPLY FOR PUBLIC OFFER SHARES

Otherwise, multiple applications are not allowed.

It will be a term and condition of all applications that by completing and delivering an application form, you:

- (if the application is made for your own benefit) **warrant** that this is the only application which will be made for your benefit on a **white** or **yellow** application form or through giving instructions to Hongkong Clearing **electronically**;
- (if you are an agent for another person) **warrant** that reasonable enquiries have been made of that other person that this is the only application which will be made for the benefit of that other person on a **white** or **yellow** application form or through giving instructions to Hongkong Clearing **electronically**, and that you are duly authorised to sign this form as that other person's agent.

Multiple applications or suspected multiple applications will be rejected. Save as referred to above, all of your applications will be rejected as multiple applications if you, or you and/or joint applicants together:

- make more than one application (whether individually or jointly with others) on a **white** or **yellow** application form (save in the case of applications made by nominees as described under the section "**HOW MANY APPLICATIONS YOU MAY MAKE**") or by giving **electronic** application instructions to Hongkong Clearing (if you are a CCASS Investor Participant or applying through a CCASS Broker or Custodian Participant); or
- apply on a **white** or **yellow** application form or by giving **electronic** application instructions to Hongkong Clearing (if you are a CCASS Investor Participant or applying through a CCASS Broker or Custodian Participant) for more than the total number of the Public Offer Shares initially made available for subscription by the public in Hong Kong; or
- both apply on a **white** or **yellow** application form and give **electronic** application instructions to Hongkong Clearing.

All of your applications will also be rejected as multiple applications if more than one application is made for **your benefit** (including the part of the application made by HKSCC Nominees acting on electronic application instructions).

If an application is made by an unlisted company and

- the only business of that company is dealing in securities; and
- you exercise statutory control over that company,

then the application will be treated as being for your benefit.

An unlisted company means a company with no equity securities listed on the Stock Exchange.

HOW TO APPLY FOR PUBLIC OFFER SHARES

Statutory control means you:

- control the composition of the board of directors of that company; or
- control more than half of the voting power of that company; or
- hold more than half of the issued share capital of that company (not counting any part of it which carries no right to participate beyond a specified amount in a distribution of either profits or capital).

MEMBERS OF THE PUBLIC - TIME FOR APPLYING FOR PUBLIC OFFER SHARES

Completed **white** or **yellow** application forms, with payment attached, must be lodged by 12:00 noon on Friday, 23rd June, 2000, or, if the application lists are not open on that day, then by 12:00 noon on the next business day the application lists are open.

Your completed application form, with payment attached, should be deposited in any of the special collection boxes provided at any of the branches of The Hongkong and Shanghai Banking Corporation Limited listed above at the following times:

Tuesday, 20th June, 2000 — 9:00 a.m. to 4:00 p.m.
Wednesday, 21st June, 2000 — 9:00 a.m. to 4:00 p.m.
Thursday, 22nd June, 2000 — 9:00 a.m. to 4:00 p.m.
Friday, 23rd June, 2000 — 9:00 a.m. to 12:00 noon

The application lists will be open **from 11:45 a.m. to 12:00 noon on Friday, 23rd June, 2000**. The application for the Public Offer Shares will not be processed and no allotment of any such Public Offer Shares will be made until the closing of the application lists.

EFFECT OF BAD WEATHER ON THE OPENING OF THE APPLICATION LISTS

The application lists will not be open if there is:

- a tropical cyclone warning signal number 8 or above; or
- a “black” rainstorm warning signal

in force in Hong Kong at any time between 9:00 a.m. and 12:00 noon on Friday, 23rd June, 2000. Instead the application lists will be open between 11:45 a.m. and 12:00 noon on the next business day which does not have either of those warnings in force in Hong Kong at any time between 9:00 a.m. and 12:00 noon.

*For the purposes of this section, **business day** means a day that is not a Saturday, Sunday or public holiday in Hong Kong.*

APPLICATION BY HKSCC NOMINEES

Where a **white** application form is signed by HKSCC Nominees on behalf of persons who have given electronic application instructions to apply for Public Offer Shares:

- (i) HKSCC Nominees is only acting as nominee for those persons and shall not be liable for any breach of the terms and conditions of the application form or the prospectus;

HOW TO APPLY FOR PUBLIC OFFER SHARES

(ii) HKSCC Nominees does the following things on behalf of each of the persons:

- **agrees** that the Public Offer Shares to be allotted shall be issued in the name of HKSCC Nominees and deposited directly into CCASS for credit to that person's CCASS Investor Participant stock account or the stock account of the CCASS Participant who has input electronic application instructions on that person's behalf;
- **undertakes** and **agrees** to accept the Public Offer Shares in respect of which that person has given electronic application instructions or any lesser number;
- **undertakes** and **confirms** that that person has not applied for or taken up any Public Offer Shares under the Placing nor otherwise participated in the Placing (except for the full-time employees of the Group who have applied for or taken up Shares on a preferential basis under the Placing);
- (if the electronic application instructions are given for that person's own benefit) **declares** that only one set of electronic application instructions has been given for that person's benefit;
- (if that person is an agent for another person) **declares** that it has given only one set of electronic application instructions for the benefit of that other person, and that it is duly authorised to give those instructions as that other person's agent;
- **understands** that the above declaration will be relied upon by the Company in deciding whether or not to make any allotment of Public Offer Shares in respect of the electronic application instructions given by that person and that person may be prosecuted if he makes a false declaration;
- **authorises** the Company to place the name of HKSCC Nominees on the register of members of the Company as the holder of the Public Offer Shares allotted in respect of that person's electronic application instructions and to send share certificates and/or refund monies in accordance with arrangements separately agreed between the Company and Hongkong Clearing;
- **confirms** that that person has read the terms and conditions and application procedures set out in the prospectus and agrees to be bound by them;
- **confirms** that that person has only relied on the information and representations in the prospectus in giving that person's electronic application instructions or instructing that person's broker to give electronic application instructions on that person's behalf;
- **agrees** that the Company, the Underwriters, the Directors and any other parties involved in the Share Offer are liable only for the information and representations contained in the prospectus;
- **agrees** (without prejudice to any other rights which that person may have) that once the application of HKSCC Nominees has been accepted, the application cannot be rescinded for innocent misrepresentations;

HOW TO APPLY FOR PUBLIC OFFER SHARES

- **agrees** to disclose that person's personal data to the Company and its agents and any information which they require about that person;
- **agrees** that that person cannot revoke electronic application instructions before 30th June, 2000, such agreement to take effect as a collateral contract with the Company and to become binding when that person gives the instructions and such collateral contract to be in consideration of the Company agreeing that it will not offer any Public Offer Shares to any person before 30th June, 2000 except by means of one of the procedures referred to in this prospectus. However, that person may revoke the instructions before the fifth day after the time of the opening of the application lists (excluding for this purpose any day which is a Saturday, Sunday or public holiday in Hong Kong), being 30th June, 2000, if a person responsible for this prospectus under section 40 of the Companies Ordinance gives a public notice under that section which excludes or limits the responsibility of that person for the prospectus;
- **agrees** that once the application of HKSCC Nominees is accepted, neither that application nor that person's electronic application instructions can be revoked and that acceptance of that application will be evidenced by the press announcement on results of the Public Offer published by the Company;
- **agrees** to the arrangements, undertakings and warranties specified in the participant agreement between that person and Hongkong Clearing, read with the General Rules of CCASS and the CCASS Operational Procedures, in respect of the giving of electronic application instructions relating to the Public Offer Shares.

IF YOUR APPLICATION FOR PUBLIC OFFER SHARES IS SUCCESSFUL (IN WHOLE OR IN PART)

The Company will not issue temporary documents of title. No receipt will be issued for application money paid.

WHITE application form:

If you have applied for 1,000,000 Public Offer Shares or above and have indicated on your application form that you will collect your share certificates and refund cheques (if any) in person, you may collect them in person from:

Central Registration Hong Kong Limited
Shops 1712-1716, 17th Floor
Hopewell Centre
183 Queen's Road East
Hong Kong

between 9:00 a.m. and 1:00 p.m. on the date notified by the Company on the GEM Web-site and in the newspapers as the date of despatch of share certificates. This is expected to be on Wednesday, 28th June, 2000.

HOW TO APPLY FOR PUBLIC OFFER SHARES

Applicants being individuals who opt for personal collection must not authorise any other person to make their collection on their behalf. Applicants must show their identification documents (which must be acceptable to Central Registration Hong Kong Limited) to collect share certificates and/or refund cheques. Applicants being corporations who opt for personal collection must attend by their authorised representatives bearing letters of authorisation from their corporations stamped with the corporations' chops. Their authorised representatives must produce at the time of collection evidence of identity acceptable to Central Registration Hong Kong Limited.

If you do not collect your share certificates and/or refund cheque (if any), they will be sent to the address on your application form in the afternoon on the date of despatch, by ordinary post and at your own risk.

If you have applied for 1,000,000 Public Offer Shares or above and have not indicated on your application form that you will collect your share certificates and refund cheque (if any) in person, or if you have applied for less than 1,000,000 Public Offer Shares, then your share certificates and refund cheque (if any) will be sent to the address on your application form shortly thereafter on the date of despatch, by ordinary post and at your own risk.

YELLOW application form:

Your share certificate(s) will be issued in the name of HKSCC Nominees and deposited into CCASS for credit to your CCASS Investor Participant stock account or the stock account of your designated CCASS Participant as instructed by you at the close of business on Wednesday, 28th June, 2000, or in the event of a contingency, on any other date as shall be determined by Hongkong Clearing or HKSCC Nominees.

If you are applying through a designated CCASS Participant (other than a CCASS Investor Participant):

- for Public Offer Shares credited to the stock account of your designated CCASS Participant (other than a CCASS Investor Participant), you can check the number of Public Offer Shares allocated to you with that CCASS Participant.

If you are applying as a CCASS Investor Participant:

- the Company will publish the results of CCASS Investor Participants' applications together with the results of the Share Offer on the GEM Web-site and in the newspapers on or before Wednesday, 28th June, 2000. You should check against the announcement published by the Company and report any discrepancies to Hongkong Clearing before 5:00 p.m. on Wednesday, 28th June, 2000 or such other date as shall be determined by Hongkong Clearing or HKSCC Nominees. On Thursday, 29th June, 2000, you can check your new account balance via the CCASS Phone System (under the procedures contained in Hongkong Clearing's "An Operating Guide for Investor Participants" in effect from time to time). Hongkong Clearing will also mail to you an Activity Statement showing the number of Public Offer Shares credited to your stock account.

HOW TO APPLY FOR PUBLIC OFFER SHARES

If you have applied for 1,000,000 Public Offer Shares or above and have indicated on your application form that you will collect your refund cheque in person, the procedures set out under “**WHITE** application form” above will apply.

If you have applied for less than 1,000,000 Public Offer Shares, your refund cheque (if any) will be sent to the address on your application form on the date of despatch, which is expected to be Wednesday, 28th June, 2000, by ordinary post and at your own risk.

II. APPLYING BY GIVING ELECTRONIC INSTRUCTIONS TO HONGKONG CLEARING

GENERAL

CCASS Participants may give electronic instructions to apply for Public Offer Shares and to arrange payment of the money due on application and payment of refunds. This will be in accordance with their participant agreements with Hongkong Clearing and the General Rules of CCASS and the CCASS Operational Procedures.

If you are a **CCASS Investor Participant**, you may give electronic application instructions through the CCASS Phone System by calling 2979 7888 (using the procedures contained in “An Operating Guide for Investor Participants” in effect from time to time). Hongkong Clearing can also input electronic application instructions for you if you come to:

Investor Service Centre of Hongkong Clearing
at Room 1901, Chinachem Exchange Square
1 Hoi Wan Street, Quarry Bay
Hong Kong

or to

Service Counter of Hongkong Clearing
at 2nd Floor, Vicwood Plaza
199 Des Voeux Road Central
Hong Kong

and complete an input request form.

Prospectuses are available for collection from any of the above addresses.

If you are **not a CCASS Investor Participant**, you may instruct your broker or custodian who is a CCASS Broker Participant or a CCASS Custodian Participant to give electronic application instructions via CCASS terminals to apply for Public Offer Shares.

You are deemed to have authorised Hongkong Clearing and/or HKSCC Nominees to transfer the details of your application whether submitted by you or through your broker or custodian to the Company and its registrars.

HOW TO APPLY FOR PUBLIC OFFER SHARES

TIME FOR INPUTTING ELECTRONIC APPLICATION INSTRUCTIONS

CCASS Participants can input electronic application instructions at the following times:

Tuesday, 20th June, 2000 — 9:00 a.m. to 7:00 p.m.
Wednesday, 21st June, 2000 — 9:00 a.m. to 7:00 p.m.
Thursday, 22nd June, 2000 — 9:00 a.m. to 7:00 p.m.
Friday, 23rd June, 2000 — 9:00 a.m. to 12:00 noon

EFFECT OF BAD WEATHER ON THE LAST APPLICATION DAY

The latest time for inputting your electronic application instructions is **12:00 noon on Friday, 23rd June 2000, the last application day**. If a tropical cyclone warning signal number 8 or above, or a “black” rainstorm warning is in force in Hong Kong at any time between 9:00 a.m. and 12:00 noon on the last application day, it will be postponed to the next business day which does not have either of those warnings in force in Hong Kong at any time between 9:00 a.m. and 12:00 noon.

EFFECT OF GIVING ELECTRONIC APPLICATION INSTRUCTIONS TO HONGKONG CLEARING

By giving electronic application instructions to Hongkong Clearing or instructing your broker or custodian who is a CCASS Broker Participant or a CCASS Custodian Participant to give such instructions to Hongkong Clearing, you (and if you are joint applicants, you each jointly and severally) are deemed to do the following things. Neither Hongkong Clearing nor HKSCC Nominees will be liable to the Company or any other person in respect of the things mentioned below:

- **instruct and authorise** Hongkong Clearing to cause HKSCC Nominees (acting as nominee for the CCASS Participants) to apply for Public Offer Shares on your behalf;
- **instruct and authorise** Hongkong Clearing to arrange payment of the Offer Price, brokerage and the Stock Exchange transaction levy by debiting your designated bank account and, in the case of wholly or partly unsuccessful applications, refund of the application money by crediting your designated bank account;
- **instruct and authorise** Hongkong Clearing to cause HKSCC Nominees to do on your behalf all the things which it is stated to do on your behalf in its application form.

MINIMUM SUBSCRIPTION AMOUNT AND PERMITTED MULTIPLES

You may give electronic application instructions in respect of a minimum of 2,000 Public Offer Shares. Such instructions in respect of more than 2,000 Public Offer Shares must be in one of the multiples set out in the table on the application form.

MULTIPLE APPLICATIONS

If you are suspected of having made multiple applications or if more than one application is made for your benefit, the number of Public Offer Shares applied for by HKSCC Nominees will be automatically reduced by the number of Public Offer Shares in respect of which you

HOW TO APPLY FOR PUBLIC OFFER SHARES

have given such instructions and/or in respect of which such instructions have been given for your benefit. Any electronic instructions to make an application for Public Offer Shares given by you or for your benefit to Hongkong Clearing shall be deemed to be an actual application.

ALLOCATION OF PUBLIC OFFER SHARES

For the purpose of allocating Public Offer Shares, HKSCC Nominees shall not be treated as an applicant. Instead, each CCASS Participant who gives electronic application instructions or each person for whose benefit each such instruction is given shall be treated as an applicant.

IF YOUR APPLICATION FOR PUBLIC OFFER SHARES IS SUCCESSFUL (IN WHOLE OR IN PART)

The Company will not issue temporary document of title. No receipt will be issued for application money paid.

Your share certificates will be issued in the name of HKSCC Nominees and deposited into CCASS for the credit of your CCASS Investor Participant stock account or the stock account of the CCASS Participant which you have instructed to give electronic application instructions on your behalf, at the close of business on Wednesday, 28th June, 2000, or in the event of a contingency, on any other date Hongkong Clearing or HKSCC Nominees chooses.

The Company will publish **the application results of CCASS Participants** (and where the CCASS Participant is a broker or custodian, the Company shall include information relating to the beneficial owner), your Hong Kong identity card/passport number or other identification code (Hong Kong business registration number for corporations) and the basis of allotment of the Public Offer, on the GEM Web-site and in the newspapers on Wednesday, 28th June, 2000. You should check against the announcement published by the Company and report any discrepancies to Hongkong Clearing before 5:00 p.m. on Wednesday, 28th June, 2000 or any other date Hongkong Clearing or HKSCC Nominees chooses.

If you are instructing your broker or custodian to give electronic application instructions on your behalf, you can also check the number of Public Offer Shares allocated to you and the amount of refund (if any) payable to you with that broker or custodian.

If you are applying as a CCASS Investor Participant, you can also check the number of Public Offer Shares allotted to you and the amount of refund (if any) payable to you via the CCASS Phone System on Wednesday, 28th June, 2000. On Thursday, 29th June, 2000 (the next day following the credit of the Public Offer Shares to your stock account), Hongkong Clearing will mail to you an Activity Statement showing the number of Public Offer Shares credited to your stock account and the amount of refund money credited to your designated bank account (if any).

WARNING

The subscription of Public Offer Shares by giving electronic application instructions to Hongkong Clearing is only a facility provided to CCASS Participants. The Sponsor and the Company take no responsibility for the application and provide no assurance that any CCASS Participant will be allotted any Public Offer Shares.

HOW TO APPLY FOR PUBLIC OFFER SHARES

To ensure that CCASS Investor Participants can give their electronic application instructions to Hongkong Clearing through the CCASS Phone System, CCASS Investor Participants are advised not to wait until the last minute to phone in. In the event that CCASS Investor Participants have problems to connect to the CCASS Phone System to submit electronic application instructions, they should either (i) submit the **white** or **yellow** application form, or (ii) go to Hongkong Clearing's Investor Service Centre or Service Counter to complete an application instruction input request form before 12:00 noon on Friday, 23rd June, 2000.

III. GENERAL

CIRCUMSTANCES IN WHICH YOU WILL NOT BE ALLOTTED PUBLIC OFFER SHARES

Details of the circumstances which you will not be allotted Public Offer Shares are set out in the notes contained in the application forms, and you should read them carefully. You should note in particular the following two situations in which Public Offer Shares will not be allotted to you:

- **Your application is revoked:**

You cannot revoke your application before the end of the fifth day (excluding Saturdays, Sundays and public holidays) after the time of the opening of the application lists, being 30th June, 2000, except that you may revoke your application earlier than that date if a person responsible for this prospectus under section 40 of the Companies Ordinance (as applied by section 342E of the Companies Ordinance) gives a public notice under that section which excludes or limits the responsibility of that person for this prospectus.

If your application has been accepted, it cannot be revoked.

- **At the discretion of the Company or its agent:**

The Company and the agents for the Company have full discretion to reject or accept any application, or to accept only part of any application.

The Company and the Underwriters in their capacity as agents for the Company do not have to give any reason for any rejection or acceptance.

- **If you do not receive any allocation:**

You will not receive any allocation if:

- you make multiple applications;
- you or the person for whose benefits you have applied have been allotted Placing Shares (except for a full-time employee of the Group who has been allotted Shares on a preferential basis under the Placing); or
- your payment is not made correctly.

HOW TO APPLY FOR PUBLIC OFFER SHARES

- **If your application or HKSCC Nominee's application is not accepted:**

Your application or HKSCC Nominee's application will not be accepted if:

- the Underwriting Agreement does not become unconditional; or
- the Underwriting Agreement is terminated in accordance with its terms.

- **Circumstances in which allotment of Public Offer Shares will be void**

Your allotment of Public Offer Shares and the allotment to HKSCC Nominees, if made, will be void if the GEM Listing Committee does not grant permission to list the Shares either:

- within three weeks from the closing of the application lists; or
- within a longer period of up to six weeks if the GEM Listing Committee notifies the Company of that longer period within three weeks of the closing date of the application lists.

REFUND OF YOUR MONEY

If you do not receive any Public Offer Shares for any of the above reasons, the Company will refund your application monies (including brokerage and Stock Exchange transaction levy). No interest will be paid thereon. If your application is accepted only in part, the Company will refund the appropriate portion of your application monies (including brokerage and Stock Exchange transaction levy) without interest.

If you are a CCASS Participant subscribing for Public Offer Shares by giving electronic application instructions to Hong Kong Clearing, all refunds will be credited to your designated bank account or the designated bank account of your broker or custodian on Wednesday, 28th June, 2000.

PERSONAL DATA

The section of the application form headed "Personal Data" applies to any personal data held by the Company and the registrars about you in the same way as it applies to personal data about applicants other than HKSCC Nominees.

SECTION 40 OF THE COMPANIES ORDINANCE

For the avoidance of doubt, the Company and all other parties involved in the preparation of the prospectus acknowledge that each CCASS Participant who gives, or causes to give, electronic application instructions is a person who may be entitled to compensation under section 40 of the Companies Ordinance.

PUBLICATION OF RESULTS

The Company expects to announce the Offer Price, the level of indication of interest in the Placing, basis of allotment and results of applications of the Public Offer and the Hong Kong identity card/passport/Hong Kong business registration numbers of successful applicants

HOW TO APPLY FOR PUBLIC OFFER SHARES

under the Public Offer on or before Wednesday, 28th June, 2000 on the GEM Web-site and in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese).

HOW MUCH TO PAY FOR THE PUBLIC OFFER SHARES

The proposed board lot for trading in the Shares is 2,000 Shares. The maximum Offer Price of the Public Offer Shares is HK\$1.40 each. You must also pay the brokerage of one per cent. and a Stock Exchange transaction levy of 0.01 per cent. This means that for every 2,000 Shares, you will pay HK\$2,828.28. The application forms have tables showing the exact amount payable for multiples of Shares applied for.

You must pay the maximum Offer Price, brokerage and the Stock Exchange transaction levy in full when you apply for the Shares.

If your application is successful, brokerage is paid to participants of the Stock Exchange, and the transaction levy is paid to the Stock Exchange.

If the Offer Price as finally determined is less than the maximum Offer Price, appropriate refund payments (including brokerage and the Stock Exchange transaction levy attributable to the surplus application monies) will be made to successful applicants, without interest.

COMMENCEMENT OF DEALINGS IN THE PUBLIC OFFER SHARES

Dealings in the Shares are expected to commence on Friday, 30th June, 2000.

SHARES WILL BE ELIGIBLE FOR CCASS

Subject to the granting of listing of, and permission to deal in, the Shares on the GEM as well as compliance with the stock admission requirements of Hongkong Clearing, the Shares will be accepted as eligible securities by Hongkong Clearing for deposit, clearance and settlement in CCASS with effect from the date of commencement of dealings in the Shares on the GEM or on any other date Hongkong Clearing chooses. Settlement of transactions between participants of the Stock Exchange is required to take place in CCASS on the second business day after any trading day.

All activities under CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time.

All necessary arrangements have been made for the Shares to be admitted into CCASS.

Investors should seek the advice of their stockbroker or other professional adviser for details of the settlement arrangements as such arrangements will affect their rights and interests.