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VAN SHUNG CHONG HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

CONDITIONAL VOLUNTARY CASH OFFER BY CELESTIAL CAPITAL LIMITED

ON BEHALF OF
VAN SHUNG CHONG HOLDINGS LIMITED
TO REPURCHASE UP TO 53,222,263 SHARES
AT AN OFFER PRICE OF HK\$0.98 PER SHARE

RESULTS OF THE SPECIAL GENERAL MEETING

At the SGM held on 18th December, 2002, the ordinary resolution proposed to approve the Offer was passed by the Shareholders by way of a poll, with approximately 99.996% of the votes cast in favour.

As the Condition of the Offer has been fulfilled, the Offer has become unconditional and will remain open for submission of acceptances until 4:00 p.m. on Thursday, 2nd January, 2003 when the Offer will close, unless otherwise extended by the Company (subject to the prior consent of the Executive, which would only be granted in exceptional circumstances).

As of 17th December, 2002, being the day immediately prior to the SGM, acceptances in respect of 945,289 Shares had been received by the Company, representing approximately 0.26% of the existing entire issued share capital of the Company.

Shareholders should read the Circular carefully, in particular, the respective letters from the Independent Board Committee and its independent financial adviser, Chateron Corporate Finance Limited, which set out their respective recommendation and advices in respect of the Offer, before taking any action in relation to the Offer. Any Shareholder who is in any doubt should consult his/her professional advisers.

Reference is made to (i) the announcements by the Company dated 5th November, 2002, 26th November, 2002 and 29th November, 2002, and (ii) the circular of the Company dated 2nd December, 2002 (the "Circular"), in each case in respect of the Offer.

Terms defined in the Circular shall have the same meanings when used in this announcement, unless the context requires otherwise.

SPECIAL GENERAL MEETING

At the SGM held on 18th December, 2002, the ordinary resolution proposed to approve the Offer was passed by the Shareholders by way of a poll.

Votes in relation to a total of 213,098,400 Shares (representing approximately 58.31% of the existing entire issued share capital of the Company of 365,478,615 Shares) were cast by fifteen Shareholders voting in person or by proxy or by duly authorised representative in respect of the ordinary resolution. Of this amount, a total of 213,090,400 Shares were cast for, and 8,000 Shares were cast against, the ordinary resolution to approve the Offer. These votes represented approximately 99.996% and 0.004%, respectively, of the total of 213,098,400 Shares cast by the fifteen Shareholders present in person or by proxy or by duly authorised representative at the SGM.

CONDITION OF THE OFFER

As the Condition of the Offer has been fulfilled, the Offer has become unconditional and will remain open for acceptance until 4:00 p.m. on Thursday, 2nd January, 2003 when the Offer will close, unless otherwise extended by the Company (subject to the prior consent of the Executive, which would only be granted in exceptional circumstances). An announcement will be made if the Offer period is so extended.

STATUS OF THE OFFER

As of 17th December, 2002, being the day immediately prior to the SGM, acceptances in respect of 945,289 Shares had been received by the Company, representing approximately 0.26% of the existing entire issued share capital of the Company of 365,478,615 Shares.

GENERAL

Shareholders should read the Circular carefully, in particular, the respective letters from the Independent Board Committee and its independent financial adviser, Chateron Corporate Finance Limited, which set out their respective recommendation and advices in respect of the Offer, before taking any action in relation to the Offer. Any Shareholder who is in any doubt should consult his/her professional advisers.

By Order of the Board
Yao Cho Fai, Andrew
Chairman

Hong Kong, 18th December, 2002

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable enquiries, that to the best of their knowledge, the opinions expressed in this announcement have been arrived at after due and careful consideration, and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.