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V.S. International Group Limited

威 鉞 國 際 集 團 有 限 公 司

(incorporated in the Cayman Islands with limited liability)

(stock code: 1002)

DISCLOSURE OF TRADE RECEIVABLES PURSUANT TO RULES 13.14 AND 13.15 OF THE LISTING RULES

Reference is made to the Announcement of the Company dated 25 October 2004 in which certain particulars of advance to the Customer Group by the Group were disclosed pursuant to Rules 13.14 and 13.15 of the Listing Rules.

As at 23 November 2004, there were 820,000,000 shares of the Company in issue. Based on the Average Closing Price of the Company's shares of HK\$0.1710 as stated in the Stock Exchange's daily quotation sheets for the trading days from 16 November 2004 to 22 November 2004 (both days inclusive), being the five business days immediately preceding 23 November 2004, the Company's total market capitalisation was approximately HK\$140.2 million as at 23 November 2004.

This announcement is made pursuant to the disclosure obligation of the Company under Rules 13.14 and 13.15 of the Listing Rules which arose primarily from the fluctuation of the Company's share price and the increase in orders placed by the Customer Group with the Group which attributed to the increase of the Group's total advance to the Customer Group by more than three per cent. from the percentage with reference to the Company's total market capitalisation previously disclosed in the Announcement under Rules 13.14 and 13.15 of the Listing Rules.

Reference is made to the announcement ("**Announcement**") of V.S. International Group Limited ("**Company**", together with its subsidiaries, the "**Group**") dated 25 October 2004 and made pursuant to Rules 13.14 and 13.15 of the Rules ("**Listing Rules**") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("**Stock Exchange**"). The Announcement disclosed, among others, that the total trade receivables from a group of customers of the Group which are affiliated companies of one another comprising Canon Zhongshan Business Machines Co, Ltd., Canon Zhuhai Inc., Canon Logistic Inc., Canon Engineering (H.K) Co., Ltd. and Canon Finetech Industries Development Co., Ltd. (collectively, the "**Customer Group**"), amounted to a total of approximately HK\$61.8 million as at 24 October 2004 which equaled approximately 43.7 per cent. of the Company's total market capitalisation as at 24 October 2004.

Under Rules 13.14 and 13.15 of the Listing Rules, a disclosure obligation arises where the total advance to an entity together with companies affiliated with it from the Group increases from that previously disclosed under Rule 13.14 of the Listing Rules by three per cent. or more with reference to the Company's total market capitalisation.

As at 23 November 2004, there were 820,000,000 shares of the Company in issue. Based on the average closing price ("**Average Closing Price**") of the Company's shares of HK\$0.1710 as stated in the Stock Exchange's daily quotation sheets for the trading days from 16 November 2004 to 22 November 2004 (both days inclusive), being the five business days immediately preceding 23 November 2004, the Company's total market capitalisation was approximately HK\$140.2 million as at 23 November 2004.

V.S. International Group Limited

According to the latest management accounts of the members of the Group, trade receivables (“**Trade Receivables**”) from the Customer Group amounted to approximately HK\$70.1 million as at 23 November 2004 (approximately HK\$61.8 million as at 24 October 2004) which mainly resulted from an increase in orders placed by the Customer Group with the Group under the usual agreed payment terms. The Trade Receivables equaled approximately 50.0 per cent. of the Company’s total market capitalisation based on the Average Closing Price and exceeded by more than three per cent. from the percentage of approximately 43.7 per cent. disclosed in the Announcement. Under Rules 13.14 and 13.15 of the Listing Rules, the Company’s disclosure obligation of certain particulars of the Trade Receivables as prescribed under Rule 13.15 arose.

The Trade Receivables, which are unsecured, interest free and with payment terms ranging from 30 to 60 days, resulted from mould design and fabrication, and sales of plastic moulded parts to the Customer Group by the Group.

List of all directors of the Company as at 24 November 2004

Executive Directors:

Mr Beh Kim Ling
Mr Gan Sem Yam
Madam Gan Chu Cheng
Mr Zhang Pei Yu

Independent non-executive Directors:

Mr Diong Tai Pew
Mr Cheung Kwan Hung, Anthony
Mr Tang Sim Cheow

Non-executive Director:

Mr Gan Tiong Sia

By order of the board of directors of
V.S. International Group Limited
Beh Kim Ling
Chairman

Zhuhai, the People’s Republic of China
24 November 2004

Please also refer to the published version of this announcement in The Standard dated 25 November 2004.