

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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 6 April 2004 in which certain particulars of advance to the Customer by the Group were disclosed pursuant to Rules 13.13 and 13.15 of the Listing Rules.

As at 10 August 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\$0.1858 as stated in the Stock Exchange's daily quotation sheets for the trading days from 3 August 2004 to 9 August 2004 (both days inclusive), being the five business days immediately preceding 10 August 2004, the Company's total market capitalisation was approximately HK\$152.4 million as at 10 August 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 from the increase of the Group's total advance to the Customer by more than three per cent. from the percentage with reference to the Company's total market capitalisation previously disclosed in the Announcement under Rule 13.13 of the Listing Rules.

Reference is made to the announcement ("**Announcement**") of V.S. International Group Limited ("**Company**") dated 6 April 2004 and made pursuant to Rules 13.13 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 trade receivables from Finemost Ltd ("**Customer**") amounted to approximately HK\$14.5 million as at 5 April 2004 which equaled approximately 8.4 per cent. of the Company's total market capitalisation as at 5 April 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 Company and its subsidiaries (collectively, "**Group**") increases from that previously disclosed under Rule 13.13 of the Listing Rules by three per cent. or more with reference to the Company's total market capitalisation.

As at 10 August 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\$0.1858 as stated in the Stock Exchange's daily quotation sheets for the trading days from 3 August 2004 to 9 August 2004 (both days inclusive), being the five business days immediately preceding 10 August 2004, the Company's total market capitalisation was approximately HK\$152.4 million as at 10 August 2004.

According to the latest management accounts of the members of the Group, trade receivables (“**Trade Receivables**”) from the Customer amounted to approximately HK\$18.5 million as at 10 August 2004 which equaled approximately 12.1 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 8.4 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 of 90 days, resulted from assembling of electronic products to the Customer by the Group.

List of all directors of the Company as at 11 August 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

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
11 August 2004

Please also refer to the published version of this announcement in The Standard dated 12 August 2004.