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

As at 5 May 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\$0.2124 as stated in the Stock Exchange's daily quotation sheets for the trading days from 28 April 2004 to 4 May 2004 (both days inclusive), being the five business days immediately preceding 5 May 2004, the Company's total market capitalisation was approximately HK\$174.2 million as at 5 May 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 Group together with another company affiliated with the members of 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 Rule 13.13 of the Listing Rules.

Reference is made to the Company's announcement ("**Announcement**") dated 31 March 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 total trade receivables from a group of customers of the Group which are affiliated companies of one another (collectively, "**Customer Group**") comprising Canon Zhongshan Business Machines Co, Ltd., Canon Zhuhai Inc., Canon Logistic Inc. and Canon Engineering (H.K) Co., Ltd. amounted to a total of approximately HK\$35.2 million as at 30 March 2004 which equaled to approximately 17.8 per cent. of the Company's total market capitalisation as at 31 March 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 V.S. International Group Limited ("**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 5 May 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\$0.2124 as stated in the Stock Exchange’s daily quotation sheets for the trading days from 28 April 2004 to 4 May 2004 (both days inclusive), being the five business days immediately preceding 5 May 2004, the Company’s total market capitalisation was approximately HK\$174.2 million as at 5 May 2004.

According to the latest management accounts of the members of the Group, trade receivables (“**Trade Receivables**”) from the Customer Group together with Canon Finetech Industries Development Co., Ltd., which is a customer of the Group and an affiliated company of the members of the Customer Group, amounted to approximately HK\$38.3 million as at 5 May 2004 which equaled to approximately 22.0 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 17.8 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 and Canon Finetech Industries Development Co., Ltd. by the Group.

List of all directors of the Company as at 6 May 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
6 May 2004

Please also refer to the published version of this announcement in The Standard dated 7 May 2004.