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Given the emerging nature of companies listed on GEM, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

The principal means of information dissemination on GEM is publication on the internet website operated by the Stock Exchange. Listed companies are not generally required to issue paid announcements in gazetted newspapers. Accordingly, prospective investors should note that they need to have access to the GEM website in order to obtain up-to-date information on GEM-listed issuers.

The Stock Exchange 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.

This announcement, for which the directors (the “Directors”) of Sinotronics Holdings Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.



SINOTRONICS HOLDINGS LIMITED

(華 翔 電 路 控 股 有 限 公 司) *

(Incorporated in the Cayman Islands with limited liability)

EXERCISE OF THE OVER-ALLOCATION OPTION

Placing Agent



Guotai Junan Securities (Hong Kong) Limited

Financial adviser to Sinotronics Holdings Limited

**Deloitte & Touche
Corporate Finance Ltd**

Reference is made to the announcement of the Company dated 26 March 2002.

The Board hereby announces that the Over-allocation Option granted by Mr Lin to the Placing Agent pursuant to the Placing and Subscription Agreement was exercised in full on 27 March 2002, pursuant to which Mr Lin will subscribe for an additional 5,000,000 new Shares, raising an additional net proceeds of approximately HK\$4.8 million.

Reference is made to the announcement of Sinotronics Holdings Limited dated 26 March 2002 (the “**Announcement**”).

Unless otherwise defined herein, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcement.

The Board hereby announces that the Over-allocation Option granted by Mr Lin to the Placing Agent pursuant to the Placing and Subscription Agreement was exercised in full on 27 March 2002.

Pursuant to the exercise in full of the Over-allocation Option, Mr Lin will subscribe for an additional 5,000,000 new Shares (representing approximately 1.36 per cent. of the issued share capital of the Company as enlarged by the allotment and issue of such new Shares), raising an additional net proceeds of approximately HK\$4.8 million.

* For identification purposes only

The additional net proceeds, together with the net proceeds raised through the allotment and issue of the 15,000,000 new Shares prior to the exercise of the Over-allocation Option, are intended to be used as general working capital of the Group in facilitation of its specific business objectives for the remaining nine months ending 31 December 2002.

Completion of the Subscription (inclusive of the additional 5,000,000 new Shares to be allotted and issued pursuant to the exercise in full of the Over-allocation Option) is expected to be on or before 8 April 2002, being the day falling 14 days after the date of the Placing and Subscription Agreement.

The Company will apply to the GEM Listing Committee for the listing of, and permission to deal in, the Subscription Shares.

By order of the Board of
Sinotronics Holdings Limited
Lin Wan Qaing
Chairman

Hong Kong, 27 March 2002

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at <http://www.hkgem.com> for at least seven days from the date of its publication.