

GEM has been established as a market designed to accommodate companies to which a high investment risk may be attached. In particular, companies may list on GEM with neither a track record of profitability nor any obligation to forecast future profitability. Furthermore, there may be risks arising out of the emerging nature of companies listed on GEM and the business sectors or countries in which the companies operate. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.

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

(華翔微電子控股有限公司)*

(incorporated in the Cayman Islands with limited liability)

COMPLETION OF PLACING OF EXISTING SHARES

Placing Agent



Guotai Junan Securities (Hong Kong) Limited

Financial advisers to Sinotronics Holdings Limited

**Deloitte & Touche
Corporate Finance Ltd**

Reference is made to the announcement (the “**Announcement**”) of Sinotronics Holdings Limited (the “**Company**”) dated 14 June 2002.

The Placing Agent has successfully placed a total of 35,000,000 Placing Shares on behalf of Mr. Lin to 11 placees who are independent of and not connected with any of the Directors, chief executive, substantial shareholder or management shareholder of the Company or any of their respective associates. Completion of the Placing took place on 19 June 2002.

Reference is made to 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 is pleased to announce that the Placing Agent has successfully placed a total of 35,000,000 Placing Shares on behalf of Mr. Lin to 11 individual placees. Completion of the Placing took place on 19 June 2002. The Placing Shares represent (i) approximately 9.52 per cent. of the Company’s existing issued share capital; and (ii) approximately 8.69 per cent. of the Company’s issued share capital as enlarged by the allotment and issue of the Subscription Shares pursuant to the Subscription.

The placees and, where applicable, their ultimate beneficial owners are independent of and not connected with any of the Directors, chief executive, substantial shareholder or management shareholder of the Company or any of their respective associates, and none of the placees falls under any of the categories set out in Note 1 to Rule 10.12(4) of the GEM Listing Rules.

* *For identification purpose only*

The percentage of shareholding in the Company held by the placees of the Placing Shares immediately following completion of the Placing (but before completion of the Subscription) and that immediately following completion of the Placing and the Subscription are as follows:

Placees	% of the Placing Shares	% of the issued share capital of the Company immediately after completion of the Placing	% of the issued share capital of the Company immediately after completion of the Placing and the Subscription
1.	28.44	2.71	2.47
2.	17.14	1.63	1.49
3.	14.29	1.36	1.24
4.	11.43	1.09	0.99
5.	11.43	1.09	0.99
6.	5.71	0.54	0.50
7.	5.71	0.54	0.50
8.	2.86	0.27	0.25
9.	1.57	0.15	0.14
10.	0.71	0.07	0.06
11.	0.71	0.07	0.06
	<u>100</u>	<u>9.52</u>	<u>8.69</u>

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, 19 June 2002

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.