

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



ARCONTECH CORPORATION

(Incorporated in the Cayman Islands with limited liability)

ANNOUNCEMENT

- Appointment of Mr. Yip as an Executive Director of the Company with effect from 23rd August, 2002 and he will assume Mr. Tong's current responsibilities as the Chief Financial Officer, Qualified Accountant, Company Secretary, Compliance Officer and Authorised Representative of the Company with effect from 23rd August, 2002.
- Mr. Tong assumes new position to oversee corporate planning on overseas development with effect from 23rd August, 2002.

The Board of Directors (the "Board") of Arcontech Corporation (the "Company") announces that with effect from 23rd August, 2002 YIP Ho Bin, Edwin ("Mr. Yip") will be appointed as an Executive Director of the Company.

Mr. Yip will assume the existing responsibilities of Mr. Tong Ka Ming, Patrick ("Mr. Tong") for the overall financial planning, management and accounting of the Company and, consequently, will be appointed its Chief Financial Officer, Qualified Accountant, Company Secretary, Compliance Officer and Authorised Representative. Mr. Yip is a fellow member of the Chartered Association of Certified Accountants and the Hong Kong Society of Accountants and associate member of the Faculty of Secretaries and Administrators and the Tax Institute of Hong Kong. Mr. Yip has over 30 years of experience in auditing, accounting and financial management. Prior to joining the Company, he was the Financial Controller and Company Secretary of a company listed on the main board of The Stock Exchange of Hong Kong Limited.

The Board further announces that Mr. Tong will, with effect from 23rd August, 2002 cease to be the Company's Chief Financial Officer, Company Secretary, Qualified Accountant, Compliance Officer and Authorised Representative. Mr. Tong will remain as an Executive Director with the Company and will assume a new position where he will focus on corporate planning and overseas

business development rather than the finance and accountant of the Company. With Mr. Tong's management experience in the high-tech industry, he will oversee the Company's overseas expansion programs and projects, in particular, the business operations in the PRC and Korea. The Board would like to thank Mr. Tong for his services in his previous positions with the Company and believes that the change is in line with the Company's development strategies and will further strengthen the Company's management and benefits the Company as a whole.

By order of the Board
Arcontech Corporation
Mr Tsoi Siu Ching, Leo
Chairman

Hong Kong, 26th August, 2002

This announcement, for which the directors of the Company 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 Group. The directors of the Company, 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 not other matters the omission of which would make any statement in this circular 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 be published on the Company's website and will remain on the GEM website on the "Latest Company Announcement" page for at least 7 days from the date of publication.