

The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) and Hong Kong Securities Clearing Company Limited (“HKSCC”) take 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 is for information purposes only and does not constitute an invitation or offer nor is it calculated to invite offers to acquire, purchase or subscribe for securities in Innovis Holdings Limited.



INNOVIS HOLDINGS LIMITED

華智控股有限公司

(Incorporated in the Cayman Islands with limited liability)

LISTING ON THE GROWTH ENTERPRISE MARKET OF THE STOCK EXCHANGE OF HONG KONG LIMITED

BY WAY OF PLACING

Number of Placing Shares : 127,000,000 Shares, comprising
66,000,000 New Shares and
61,000,000 Sale Shares

Placing Price : HK\$0.25 per Placing Share

Nominal value : HK\$0.01 per Share

GEM stock code : 8065

Sponsor



MasterLink Securities (Hong Kong) Corporation Limited

Joint-Lead Managers



**MasterLink Securities (Hong Kong)
Corporation Limited**

Uni α

Uni-Alpha Securities Limited

Co-Lead Manager

**CAF Securities Company Limited
Kaiser Securities Limited**

**Celestial Securities Limited
Yue Xiu Securities Company Limited**

Co-Manager

**Core Pacific-Yamaichi International (H.K.) Limited
JS Cresvale Securities International Limited
Concord Capital Brokerage Limited**

**Crosby Limited
China Everbright Securities (HK) Limited
Taiwan Securities (HK) Company Limited**

- The 127,000,000 Placing Shares were approximately 1.25 times subscribed and were conditionally allocated by the Underwriters to 184 professional, institutional and individual investors. All places are independent of and not connected with any of the Directors, chief executive, substantial shareholders or Initial Management Shareholders of the Company or any of their respective associates or any person or group of persons as stated in Rules 10.12(4) of the GEM Listing Rules.
- Immediately after the completion of the Placing and the Capitalisation Issue and before the exercise of the options granted under the Pre-IPO Share Option Scheme and options that may be granted under the Share Option Scheme, the public float of the Company will be 43.67% of the enlarged issued share capital of the Company.
- **Investors should be aware that there is a high concentration of Shares held by a small number of Shareholders, which may affect the liquidity of the Shares in the secondary market. Shareholders and potential investors are advised to exercise extreme caution in dealing in the Shares.**
- Dealings in the Shares on GEM are expected to commence at 9:30 a.m. on Wednesday, 25th June, 2003.

Unless otherwise defined herein, the terms used in this announcement shall have the same meanings as in the prospectus of Innovis Holdings Limited (the “Company”) dated 17th June, 2003 (the “Prospectus”).

LEVEL OF INTERESTS

The 127,000,000 Placing Shares were approximately 1.25 times subscribed and were conditionally allocated by the Underwriters in full to 184 professional, institutional and individual investors. All places are independent of and not connected with any of the Directors, chief executive, substantial shareholders or Initial Management Shareholders of the Company or any of their respective associates or any person or group of persons as stated in Rules 10.12(4) of the GEM Listing Rules. None of the Placing Shares have been allocated to any person or group of persons as stated in Rule 10.12(4) of the GEM Listing Rules, or nominees of any of them.

RESULTS OF ALLOCATION

Pursuant to the Placing, 127,000,000 Placing Shares have been conditionally allocated to a total of 184 places, details of which are set out below:

	Number of Placing Shares allocated	Approximate percentage of the total Placing Shares	Approximate percentage of shareholding immediately after completion of the Placing and the Capitalisation Issue
Top placee	12,000,000	9.45%	3.20%
Top 5 placees	58,000,000	45.67%	15.47%
Top 10 placees	94,290,000	74.24%	25.14%
Top 15 placees	116,290,000	91.57%	31.01%
Top 25 placees	120,890,000	95.19%	32.24%

Investors should be aware that there is a high concentration of Shares held by a small number of Shareholders, which may affect the liquidity of the Shares in the secondary market. Shareholders and potential investors are advised to exercise extreme caution in dealing in the Shares.

The number of placees and their respective range of shareholding are as follows:

Number of Placing Shares	Number of placees
10,000 to 50,000	127
50,001 to 100,000	20
100,001 to 500,000	20
500,001 to 2,000,000	2
2,000,001 to 5,000,000	4
5,000,001 to 10,000,000	7
10,000,001 to 50,000,000	4
	<hr/>
	184

MINIMUM PUBLIC FLOAT REQUIREMENT

Pursuant to Rule 11.23(1) of the GEM Listing Rules, the Company is required to maintain a public float of not less than 25% of its issued share capital at the time the Shares of the Company commence dealings on GEM and at all times thereafter. Immediately after completion of the Placing and the Capitalisation Issue but before the exercise of option granted under the Pre-IPO Share Option Scheme and options that may be granted under the Share Option Scheme, the public float of the Company will be 43.67% of the enlarged issued share capital of the Company.

DEPOSIT OF SHARE CERTIFICATES INTO CCASS

Subject to the granting of the listing of, and permission to deal in, the Shares on GEM as well as compliance with the stock admission requirements of HKSCC, the Shares will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the Listing Date, or such other date as determined by HKSCC. Settlement of transactions between participants of the Stock Exchange is required to take place in CCASS on the second trading day after any trading day. All activities under CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time.

All necessary arrangements have been made for the Shares to be admitted into CCASS.

The share certificates issued in respect of the Placing Shares will be deposited into CCASS on or before 24th June, 2003 for credit to the respective CCASS participants' stocks accounts or investor participant stock accounts of the Underwriters or the placees. If any events set forth under the paragraph headed "Grounds for termination" in the section headed "Underwriting" in the Prospectus occur at any time prior to 5:00 p.m. on the business day immediately prior to the Listing Date, either Joint-Lead Manager (on behalf of the Underwriters) is entitled to terminate the obligations of the Underwriters under the Underwriting Agreement by notice in writing to the Company. Should this happen, an announcement of notice of the lapse of the Placing will be published by the Company at the GEM website in the next day following such lapse.

COMMENCEMENT OF DEALINGS

Dealings in the Shares on GEM are expected to commence at 9:30 a.m. on 25th June, 2003.

By order of the board
Innovis Holdings Limited
Tsang Hou Chung, Derek
Chairman

Hong Kong, 23rd June, 2003

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, (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) 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 and a copy of the Prospectus will remain on the GEM website at www.hkgem.com, and in the case of this announcement, on the “Latest Company Announcements” page for at least 7 days from the date of its posting.