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**INFOSERVE TECHNOLOGY CORP.**

**英普達資訊科技公司\***

*(Incorporated in the Cayman Islands with limited liability)*

**CHANGE OF BOARD OF DIRECTORS  
CHANGE OF COMPANY SECRETARY, QUALIFIED ACCOUNTANT,  
AUTHORISED REPRESENTATIVE,  
AGENT FOR SERVICE OF PROCESS IN HONG KONG,  
RESIGNATION OF AUDIT COMMITTEE MEMBER  
AND  
A HIGH COURT WRIT AGAINST THE COMPANY**

Mr. Yao Eng Choon and Mr. Chong Chin Kok Mark resigned as non-executive Directors of the Company with effect from 15th August, 2003.

Mr. Yao also ceased to act as audit committee member with effect from 15th August, 2003.

Mr. Tsai Jenp Luh ceases to act as the executive Director, Chief Executive Officer and Chairman of the Company with effect from 25th August, 2003 but he remains as the non-executive Director.

Mr. Chang Hsiao Hui, Michael who is currently an executive Director residing in Taiwan has been appointed as the Managing Director of the Company with effect from 25th August, 2003.

The Board has approved to appoint Mr. Tsai Tun Chi as the executive Director. The effective appointment date of TC Tsai will be confirmed after completion of the necessary formalities, including the filing of the duly executed Director's Form with the Stock Exchange. Separate announcement will be made once the effective appointment date of TC Tsai is confirmed.

Mr. Liu Chun Kin ceases to act as the Company Secretary and the Qualified Accountant with effect from 25th August, 2003. Mr. Chung Kwok Mo has ceased to act as the agent for the services of process (such as writ) in Hong Kong with effect from 6th August, 2003. Mr. Chu Kin Wang Peleus has been appointed as the Company's Company Secretary, Qualified Accountant, authorised representative and agent for service of process in Hong Kong with effect from 25th August, 2003.

The Company, together with its wholly-owned subsidiary, Infoserve Technology Hong Kong Ltd., and Mr. Tsai Jenp-Luh alias Phil Tsai also known as Tsai Jenp-Luh, Phil and Phil J.L. Tsai, was on 20th August, 2003 served a high court writ dated 19th August, 2003 by China Unicom International Ltd. regarding money owing in the sum of HK\$3,555,593.12.

Further announcement will be made by the Company as and when required under the GEM Listing Rules.

At the request of the Company, trading in the Shares on the Stock Exchange was suspended from 9:30 a.m. on 13th August, 2003 pending release of an announcement in relation to a major transaction of the Company. Details of the major transaction of the Company are set out in a separate announcement of the Company dated 30th September, 2003. Application has been made by the Company for the resumption of trading in the Shares with effect from 9:30 a.m. on 2nd October, 2003.

The board of directors (the “Board”) of Infoserve Technology Corp. (the “Company”) hereby announces that:

***Resignation of non-executive Directors and Audit Committee member***

With effect from 15th August, 2003,

1. Mr. Yeo Eng Choon (“Mr. Yeo”) resigned as the non-executive director and the audit committee member of the Company;
2. Mr. Chong Chin Kok Mark (“Mr. Chong”) resigned as the non-executive director of the Company;
3. Accordingly, Mr. Tay Chek Khoon (“Mr. Tay”) ceased to act as the alternate director to Mr. Yeo and Mr. Chong.

Mr. Yeo, Mr. Chong and Mr. Tay were nominated to the Board by KA Land Pte. Ltd., which is a wholly-owned subsidiary of Singapore Telecommunications Limited, a company listed on The Stock Exchange of Singapore, and is the Company’s single largest shareholder holding approximately 25% of the Company’s issued Shares.

Mr. Yeo, Mr. Chong and Mr. Tay have confirmed that there is no circumstances connected with their resignations which should be brought to the notice of the Stock Exchange and members of the Company under the Rules Governing the Listing of Securities on The Growth Enterprise Market of the Stock Exchange (“GEM Listing Rules”). The Board would like to thank all of them for their invaluable contribution to the Company in the past.

### ***Resignation of executive Director, Chief Executive Officer and Chairman and appointment of Managing Director***

Mr. Tsai Jenp Luh (“Mr. Phil Tsai”) ceases to act as the executive Director, Chief Executive Officer and Chairman of the Company with effect from 25th August, 2003. Mr. Phil Tsai and his family have migrated out of Taiwan in which the Group’s operation is principally based and as a result, Mr. Phil Tsai will not be able to continue to take up his role as executive Director. Consequently, Mr. Phil Tsai rendered resignation as executive director, Chief Executive Officer and Chairman of the Company with effect from 25th August, 2003 but remains as a non-executive director of the Company.

Mr. Phil Tsai has confirmed that there is no circumstances connected with his resignation which should be brought to the notice of the Stock Exchange and members of the Company under the GEM Listing Rules.

Mr. Michael Chang Hsiao Hui (“Mr. Chang”) who is currently an executive Director residing in Taiwan has been appointed as the Managing Director of the Company with effect from 25th August, 2003.

The Company does not expect the above-mentioned resignations will have any significant impact on the operation of the Group.

### ***Appointment of Executive Director***

The Board has approved to appoint Mr. Tsai Tun Chi, also known as Edward Tun Chi Tsai (“TC Tsai”) as the executive Director. The effective appointment date of TC Tsai will be confirmed after completion of the necessary formalities, including the filing of the duly executed Director’s Form with the Stock Exchange. Separate announcement will be made once the effective appointment date of TC Tsai is confirmed.

TC Tsai, aged 38, is the Group’s Vice President of Sales Department in charge of VPN corporate clients. He joined Infoserve Technology Corporation, a wholly-owned subsidiary of the Company operating in Taiwan, in August 2002. TC Tsai has a Bachelor Degree in Finance from University of Southern California and an executive MBA from National Sun Yat Sen, Taiwan. He has over 10 years of experience in sales and management. He has worked for an international bank and a private company principally engaged in shopping center development consultancy services in Taiwan.

The Board currently comprises Mr. Chang as the Managing Director, Mr. Phil Tsai as the non-executive Director, and two independent non-executive directors, namely Mr. Leung Man Kit (“Mr. Leung”) and Mr. Chou Wen Pin (“Mr. Chou”). Mr. Leung and Mr. Chou are also members of the audit committee of the Company. As mentioned above, TC Tsai will become an additional executive Director once the necessary formalities are completed.

### ***Change of Company Secretary, Qualified Accountant and agent for the service of process in Hong Kong***

The Board has resolved at the Board meeting held on 21st August, 2003:

1. to accept the resignation of Mr. Liu Chun Kin (“Mr. Liu”) as the Company Secretary and the Qualified Accountant of the Company with effect from 25th August, 2003;
2. to appoint Mr. Chu Kin Wang Peleus (“Mr. Chu”) as the Company Secretary and the Qualified Accountant of the Company with effect from 25th August, 2003; and
3. to confirm the acceptance of resignation of the Group’s ex-employee, Mr. Chung Kwok Mo (“Mr. Chung”), as the agent for service of process (such as writ) in Hong Kong (“Service Agent”) with effect from 6th August 2003.

Mr. Chu has also been appointed as the Company’s Service Agent with effect from 25th August, 2003.

Mr. Chu graduated from the University of Hong Kong with master degree in business administration. He is a fellow member of the Hong Kong Society of Accountants and the Association of Chartered Certified Accountants, an associate member of Hong Kong Institute of Company Secretaries and the Institute of Chartered Secretaries and Administrators. Mr. Chu has 16 years of experience in finance and management. He has worked for accounting firm, European/US multinationals, Guangdong Investment Limited which is listed on the main board of the Stock Exchange and various small and medium enterprises.

Mr. Liu and Mr. Chung resigned on personal accord to pursue their own career plans. Mr. Liu and Mr. Chung have also confirmed that there is no circumstances connected with their resignations which should be brought to the notice of the Stock Exchange and members of the Company under the GEM Listing Rules.

### ***Change of authorised representative***

As Mr. Phil Tsai has resigned as an executive Director, he does not consider himself suitable to continue to act as the authorised representative of the Company to the Stock Exchange and has tendered resignation from that position with effect from 25th August, 2003 accordingly. Mr. Chu has been appointed to act as the authorised representative of the Company to the Stock Exchange in replacement of Mr. Phil Tsai with effect from 25th August, 2003. The other authorised representative of the Company to the Stock Exchange is Mr. Chang.

## *Litigation*

The Company, together with its wholly-owned subsidiary, Infoserve Technology Hong Kong Ltd. (“Infoserve HK”), and Mr. Tsai Jenp-Luh alias Phil Tsai also known as Tsai Jenp-Luh, Phil and Phil J.L. Tsai, was on 20th August, 2003 served a high court writ dated 19th August, 2003 by China Unicom International Ltd. (“China Unicom”) regarding money owing in the sum of HK\$3,555,593.12 (the “Claimed Amount”) together with interest and legal costs (the “Litigation”). The Claimed Amount was alleged to be the amount due from Infoserve HK to China Unicom as of 15th August, 2003, being charges for the international roaming and internet and/or other computer networking services provided by China Unicom to Infoserve HK pursuant to the four agreements signed between the two parties (the “Agreements”). The Company and Mr. Phil Tsai have each provided guarantee to China Unicom in respect of Infoserve HK’s payment obligations under the Agreements up to 30th September, 2003.

The Company believes it has grounds to defend the Litigation. The Company has sought legal advice in this respect and has filed defence against China Unicom’s alleged claim on 18th September, 2003. Further announcement will be made by the Company as and when required under the GEM Listing Rules.

China Unicom has suspended services rendered to the Company. However, China Unicom is not the major service provider to the Group and the Group is able to connect the customers affected (the “Affected Customers”) to the other service providers. The Company has not received any claims from the Affected Customers. Nevertheless, the cessation of services by China Unicom has resulted in loss of some Affected Customers and the lost revenue is estimated to be about NT\$2 million (approximately HK\$0.45 million), which represents approximately 5.8% of the Group’s unaudited average monthly revenue of HK\$7.76 million for the six month period ended 30th June, 2003. Save as disclosed, the Litigation would not have material adverse impact on the business and operation of the Group.

As reflected in the Group’s unaudited accounts for the six months ended 30th June, 2003 (the “03/04 Interim Report”), the Group had net current liabilities of approximately US\$10.8 million and net liabilities of approximately US\$4.7 million as at 30th June, 2003. The 03/04 Interim Report has been prepared on a going concern basis in reliance of Mr. Chang’s agreement to provide sufficient funding to enable the Group to meet in full its financial obligations for the period up to 30th June, 2004. The Group is operating under tight cashflow. The management is exploring various alternatives, including further cost cutting measures and fund raising activities, to improve the liquidity position of the Group. However, in view of the continuing improvement in its VPN business and on the basis of Mr. Chang’s financial support, the Board considers that the Group will be able to continue its normal operation and to implement the remaining business plan of the Group, which covers the period up to and including December 2003, as stated under the section headed “Statement of Business Objectives and Strategy” in the Company’s prospectus dated 28th December, 2001, save for certain adjustments arising from reasons as fully explained in the Group’s published financial reports to the shareholders of the Company. The Board will make further announcement to update shareholders of the Company of any material development in the financial and operating position of the Group as and when appropriate.

## SUSPENSION AND RESUMPTION OF TRADING

At the request of the Company, trading in the Shares on the Stock Exchange was suspended as from 9:30 a.m. on 13th August, 2003 pending release of an announcement in relation to a major transaction of the Company. Details of the major transaction of the Company are set out in a separate announcement of the Company dated 30th September, 2003. Application has been made by the Company for the resumption of trading in the Shares with effect from 9:30 a.m. on 2nd October, 2003.

*Amounts denominated in NT\$ have been converted into HK\$ at a rate of NT\$4.409 = HK\$1.0.*

By order of the Board  
**Infoserve Technology Corp.**  
**Chang Hsiao Hui, Michael**  
*Managing Director*

Hong Kong, 30th September, 2003

*This announcement, for which the directors of Infoserve Technology Corp. 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 Infoserve Technology Corp. 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 GEM website at [www.hkgem.com](http://www.hkgem.com) on the "Latest Company Announcements" page for at least 7 days from the date of its posting and on the website of the Company at [www.infoserve-group.com](http://www.infoserve-group.com).*

\* *For identification purpose only*