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ANNOUNCEMENT

LAPSE OF THE OFFER

Right Field Holdings Limited

(Incorporated in the British Virgin Islands with limited liability)

**Voluntary Conditional Cash Offer by
Yu Ming Investment Management Limited on behalf of
Right Field Holdings Limited to acquire all the shares in the
issued share capital of GP NanoTechnology Group Limited**

Financial Adviser to Right Field Holdings Limited



Yu Ming Investment Management Limited

Acceptances received under the Offer at 4:00 p.m. on 6th January, 2004 were not more than 50 per cent. of the issued share capital of the Company. Therefore, the Offer did not become unconditional and lapsed at 4:00 p.m. on 6th January, 2004.

Terms used in this announcement shall have the meanings ascribed to them in the Offer Document dated 10th September, 2003 unless the context otherwise requires.

The Offeror hereby declares that the Offer has lapsed.

Since the Offer has not become unconditional as to acceptances within 21 days from the first closing date of the Offer, that is 29th October, 2003, Shareholders who has accepted the Offer shall be entitled to withdraw their acceptances pursuant to Rule 17 of the Code. As stated in the Offeror's announcement dated 10th November, 2003, at 4:00 p.m. on 10th November, 2003, the Offeror received valid acceptances in respect of 36,485,000 Shares (representing approximately 7.3 per cent. of the issued share capital of the Company). Valid acceptances in respect of 26,000,000 Shares (representing approximately 5.2 per cent. of the issued share capital of the Company) were withdrawn on 6th January, 2004, and no acceptance has been received since 10th November, 2003. At 4:00 p.m. on 6th January, 2004, the Offeror had received valid acceptances in respect of 10,485,000 Shares (representing approximately 2.1 per cent. of the issued share capital of the Company).

Save for the Shares tendered for acceptance, the Offeror and/or parties acting in concert with it had no interest in or options or rights to acquire any Shares before the Offer Period and have not acquired, agreed to acquire or dealt in any Shares or options or right to acquire any Shares up to 4:00 p.m. on 6th January, 2004.

As the Shares tendered for acceptance under the Offer were not more than 50 per cent. of the Shares carrying voting rights exercisable at a general meeting of the Company, the Offer did not become unconditional at 4:00 p.m. on 6th January, 2004, the latest time the Offer can become unconditional. As a result, the Offer has lapsed.

Share certificates tendered for acceptance under the Offer will be returned to Accepting Shareholders. Shareholders wishing to collect the share certificates in person may do so by presenting their valid proof of identity to the office of the Custodian, Cantrust (Far East) Limited, at Room 2001, Central Plaza, 18 Harbour Road, Wanchai, Hong Kong during normal business hours. Share certificates not collected before 4:00 p.m. on 15th January, 2004 will be sent to Accepting Shareholders by registered post to the address shown on the accompanying Form of Acceptance on 16th January, 2004.

By Order of the Board
RIGHT FIELD HOLDINGS LIMITED
Xiang Xin
Director

Hong Kong, 6th January, 2004

The sole director of the Offeror accepts full responsibility for the accuracy of the information contained in this announcement and confirms, having made all reasonable enquiries, that to the best of his knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statements in this announcement misleading.

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