



ECO-TEK HOLDINGS LIMITED

環康集團有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock code: 8169)

THIRD QUARTERLY RESULTS ANNOUNCEMENT

For the nine months ended 31 July 2004

Characteristics of the Growth Enterprise Market (“GEM”) of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”)

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.

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This announcement, for which the directors (the “Directors”) of Eco-Tek Holdings Limited (the “Company”) collectively and individually accept responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (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 (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.

** for identification purpose only*

SUMMARY

- Turnover for the nine months ended 31 July 2004 amounted to approximately HK\$81.57 million (2003: approximately HK\$72.11 million), representing an increase of approximately 13%. The increase was primarily due to increase in the sale and installation of diesel oxidation catalysts by approximately HK\$7.8 million as compared to the same period last year.
- Net profit attributable to shareholders for the nine months ended 31 July 2004 amounted to approximately HK\$13.06 million (2003: approximately HK\$8.38 million) which represented approximately 56% increase as compared to last corresponding period.
- Basic and diluted earnings per share for the nine months ended 31 July 2004 amounted to approximately HK2.36 cents (2003: HK1.52 cent) and HK2.01 cents (2003: HK1.29 cent) respectively.

UNAUDITED RESULTS

The board of Directors (the “Board”) of Eco-Tek Holdings Limited (the “Company”) is pleased to announce the following unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the three months and nine months ended 31 July 2004 together with the comparative figures for the corresponding periods in last financial year.

CONSOLIDATED INCOME STATEMENT (UNAUDITED)

		Three months ended 31 July		Nine months ended 31 July	
	Notes	2004 HK\$'000	2003 HK\$'000 (Restated)	2004 HK\$'000	2003 HK\$'000 (Restated)
TURNOVER	3	30,223	36,236	81,567	72,113
Cost of sales		(20,884)	(22,368)	(54,973)	(45,718)
Gross profit		9,339	13,868	26,594	26,395
Other revenue		66	51	150	237
Selling expenses		(485)	(597)	(1,524)	(1,579)
Administrative expenses		(3,314)	(3,349)	(9,307)	(7,519)
Other operating expenses		(1,865)	(4,630)	(3,632)	(6,762)
PROFIT BEFORE TAX		3,741	5,343	12,281	10,772
Tax	4	632	(1,169)	776	(2,390)
NET PROFIT FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS		4,373	4,174	13,057	8,382
Dividends	5	-	-	-	-
EARNINGS PER SHARE :	6				
Basic		HK0.79 cent	HK0.76 cent	HK2.36 cents	HK1.52 cent
Diluted		HK0.67 cent	HK0.64 cent	HK2.01 cents	HK1.29 cent

NOTES

1. Principal accounting policies and basis of preparation

The Group's unaudited consolidated accounts have been prepared in accordance with Statements of Standard Accounting Practice issued by the Hong Kong Society of Accountants and the disclosure requirements set out in Chapter 18 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange (the "GEM Listing Rules").

The unaudited consolidated accounts have been prepared under the historical cost convention. The accounting policies and basis of preparation adopted for the preparation of these accounts are consistent with those adopted by the Group in its annual financial statements for the year ended 31 October 2003.

2. Comparative amounts

In accordance with the audited annual financial statements for the year ended 31 October 2003, the amounts of provision for doubtful debts and provision for warranty have been classified as other operating expenses. In addition, the exchange loss arising from settlement of purchases of the Group denominated in currencies other than Hong Kong dollars or United States dollars has been included in cost of sales of the audited annual financial statements for the year ended 31 October 2003. Accordingly, certain comparative amounts have been reclassified to conform with the current periods' and last year audited annual financial statements' presentation.

3. Turnover

Turnover represents the net invoiced value of goods sold, after allowances for returns and trade discounts.

4. Tax

	Three months ended 31 July		Nine months ended 31 July	
	2004 HK\$'000	2003 HK\$'000	2004 HK\$'000	2003 HK\$'000
Current tax:				
Hong Kong	65	1,108	213	2,055
Elsewhere	62	61	209	335
	<u>127</u>	<u>1,169</u>	<u>422</u>	<u>2,390</u>
Deferred	<u>(759)</u>	<u>-</u>	<u>(1,198)</u>	<u>-</u>
Total tax (credit)/charge for the period	<u>(632)</u>	<u>1,169</u>	<u>(776)</u>	<u>2,390</u>

Hong Kong profits tax has been provided at the rate of 17.5% (2003: 17.5%) on the estimated assessable profits arising in Hong Kong during the period. Taxes on profits assessable elsewhere have been calculated at the applicable rates of tax prevailing in the regions in which the Group

operates, based on existing legislation, interpretation and practices in respect thereof.

At 31 July 2004, there was no significant unrecognised deferred tax liability (2003: nil) for taxes that would be payable on the unremitted earnings of certain of the Group's subsidiaries, as the Group has no liability to additional tax should such amounts be remitted.

5. Dividends

The Board does not recommend the payment of a dividend for the nine months ended 31 July 2004 (2003: nil).

6. Earnings per share

The earnings per share for the three months ended 31 July 2004 is calculated based on the unaudited consolidated net profit attributable to shareholders of the Company of approximately HK\$4,373,000 (2003: approximately HK\$4,174,000) and the weighted average of 552,800,000 (2003: 552,800,000) ordinary shares in issue during the period.

The earnings per share for the nine months ended 31 July 2004 is calculated based on the unaudited consolidated net profit attributable to shareholders of the Company of approximately HK\$13,057,000 (2003: approximately HK\$8,382,000) and the weighted average of 552,800,000 (2003: 552,800,000) ordinary shares in issue during the period.

The calculation of the diluted earnings per share for the three months ended 31 July 2004 is based on the unaudited consolidated net profit attributable to shareholders of the Company of approximately HK\$4,373,000 (2003: approximately HK\$4,174,000) and 647,908,609 (2003: 649,332,700) ordinary shares, being the 552,800,000 (2003: 552,800,000) ordinary shares as used in the calculation of basic earnings per share, and the weighted average of 95,108,609 (2003: 96,532,700) ordinary shares assumed to have been issued at no consideration on the deemed exercise of the Pre-IPO share options, the option granted to Advance New Technology Limited ("ANT-Option"), and the Post-IPO share options.

The calculation of the diluted earnings per share for the nine months ended 31 July 2004 is based on the unaudited consolidated net profit attributable to shareholders of the Company of approximately HK\$13,057,000 (2003: approximately HK\$8,382,000) and 648,166,658 (2003: 650,247,152) ordinary shares, being the 552,800,000 (2003: 552,800,000) ordinary shares as used in the calculation of basic earnings per share, and the weighted average of 95,366,658 (2003: 97,447,152) ordinary shares assumed to have been issued at no consideration on the deemed exercise of the Pre-IPO share options, the ANT-Option, and the Post-IPO share options.

7. Movement of reserves

	<u>Share premium account</u> <i>HK\$'000</i>	<u>Capital reserve</u> <i>HK\$'000</i>	<u>Exchange reserve</u> <i>HK\$'000</i>	<u>Retained profits</u> <i>HK\$'000</i>	<u>Proposed final dividend</u> <i>HK\$'000</i>	<u>Total</u> <i>HK\$'000</i>
At 1 November 2002	19,586	95	-	10,383	1,935	31,999
2002 final dividend declared	-	-	-	-	(1,935)	(1,935)
Exchange differences	-	-	(18)	-	-	(18)
Profit for the nine months ended 31 July 2003	-	-	-	8,382	-	8,382
At 31 July 2003	<u>19,586</u>	<u>95</u>	<u>(18)</u>	<u>18,765</u>	<u>-</u>	<u>38,428</u>
At 1 November 2003	19,586	95	-	17,012	6,357	43,050
2003 final dividend declared	-	-	-	-	(6,357)	(6,357)
Profit for the nine months ended 31 July 2004	-	-	-	13,057	-	13,057
At 31 July 2004	<u>19,586</u>	<u>95</u>	<u>-</u>	<u>30,069</u>	<u>-</u>	<u>49,750</u>

ADVANCE TO AN ENTITY

As announced on 4 June 2004, a trade receivable due from the Environmental Protection Department of the Government of Hong Kong Special Administrative Region (the "EPD") exceeded 8% of the total market capitalisation and the audited consolidated total asset value of the Group as at 31 October 2003. It is deemed to be an advance to an entity under Rules 17.15 and 17.17 of the GEM Listing Rules. As at 31 July 2004, the amount due from the EPD amounted to approximately HK\$7,878,000 which still exceeded 8% of the audited consolidated total asset value of the Group as at 31 October 2003 which amounted to approximately HK\$97,069,000.

MANAGEMENT DISCUSSION AND ANALYSIS

Financial review

Turnover for the three months ended 31 July 2004 was HK\$30.22 million which represented approximately 17% less than last corresponding period. Such decrease was mainly caused by the decline in the number of installations of the Group's diesel oxidation catalysts ("Eco-Green") by approximately 26% as such Government-subsidized program went into its last phase in the third quarter of this year. The sales of the Group's industrial environmental protection related products remained steady as compared with the third quarter of last year. Nevertheless, due to high demand for the Group's products in the last two quarters, the Group recorded a rise of HK\$9.45 million or 13% in turnover for the nine months ended 31 July 2004 as compared with the same period in last year.

The gross profit for the three months ended 31 July 2004 amounted to approximately HK\$9.34 million at a margin of 30.9% compared with a gross profit of around HK\$13.87 million at a margin of 38.3% for the same period in last year. The drop in gross profit margin was mainly due to a decrease in the sale of Eco-Green which earned a higher profit margin than the sale of industrial products.

The administrative expenses for the three months ended 31 July 2004 maintained at a stable level as compared with last corresponding period as there was no significant change in the Group's daily operations.

Other operating expenses comprised of prudent provisions made for warranty of Eco-Green and doubtful debts which amounted to HK\$1,043,000 (2003: HK\$1,983,000) and HK\$822,000 (2003: HK\$2,647,000) respectively during the three months ended 31 July 2004. Some of the doubtful debts were provided due to the introduction of macro economic control measures in the Mainland which had caused some delays of the customers' payments to the Group.

The source of finance of the Group was primarily from the initial placing proceeds, internally generated funds, retained profits and banking facilities granted to the Group for the issuance of letters of credit. As at 31 July 2004, the Group had pledged its bank deposits of approximately HK\$7.2 million to secure for performance bond facilities. In spite of the above, the Group still had cash and bank balances of approximately HK\$35.7 million for its future expansion and development.

Business review and prospects

The Group is principally involved in the marketing, sales, servicing, research and development of environmental protection related products and services. There were no significant changes in the nature of the Group's principal activities during the period under review.

The sale and installation of Eco-Green went into its last phase and revenue derived from the sale of Eco-Green anticipated to be further lowered in the coming quarter. To compensate the loss of revenue, the Group has prepared to bid for another new tender expected to be offered by the EPD by the end of this year.

In addition, as mentioned in the Second Quarterly Report for the six months ended 30 June 2004, the Group had decided to set up production facilities in the PRC. The establishment of the production facilities is expected to be completed in the next quarter. The Directors are optimistic that following the commencement of the operation of the factory, new sources of revenue can be derived.

The sale of industrial environmental protection products remained steady in the third quarter of this year. However, the introduction of macro economic control measures by the Mainland had caused adverse impact to the Group. Certain customers of the Group engaged in manufacturing construction machines had postponed their purchases made to the Group. The Directors hope these impacts to the Group would be short-term following the signs of overheated economy in the Mainland being slowed down.

Outlook

The Directors recognize the importance of widening revenue streams and will continue to take cautious steps to develop new businesses and explore new markets to diversify the Group's business risk and generate better returns for its shareholders. The Directors are confident that the Group will continue to achieve a good return in the coming year.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 31 July 2004, the following persons or companies (other than the Directors or chief executives of the Company) had interests or short positions in the shares and underlying shares of the Company as recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the Securities and Future Ordinance (“SFO”):

Long positions

Name	Capacity and nature of interest	Number of ordinary shares held	Number of share options held	Aggregate in number	Percentage of the Company's issued share capital as at 31/07/2004
Substantial shareholders					
Cititrust (Cayman) Limited <i>(Note 1)</i>	Through a unit trust and controlled corporation	299,341,200	-	299,341,200	54.15
Wide Sky Management Limited <i>(Note 1)</i>	Through a controlled corporation	299,341,200	-	299,341,200	54.15
Team Drive Limited <i>(Note 1)</i>	Directly beneficially owned	299,341,200	-	299,341,200	54.15
The Hong Kong Polytechnic University <i>(Note 2)</i>	Through a controlled corporation	80,680,800	13,820,000	94,500,800	17.09
Advance New Technology Limited <i>(Note 2)</i>	Directly beneficially owned	80,680,800	13,820,000	94,500,800	17.09
Other shareholder					
Mr. LEE Wai Man	Directly beneficially owned	35,620,000	-	35,620,000	6.44

Notes:

- 1 These shares are held by Team Drive Limited which is wholly-owned by Wide Sky Management Limited, being the trustee of a unit trust of which the entire issued units are held by Cititrust (Cayman) Limited, a discretionary trust founded by Dr. CHIANG Lily and the beneficiaries of which are Dr. CHIANG Lily's children and certain charitable objects. By virtue of the SFO, Wide Sky Management Limited and Cititrust (Cayman) Limited are deemed to be interested in all the shares held by Team Drive Limited.*
- 2 Advance New Technology Limited is a wholly-owned subsidiary of The Hong Kong Polytechnic University (“PolyU”). By virtue of its interest in Advance New Technology Limited, PolyU is deemed to be interested in all the shares and share options of the Company held by Advance New Technology Limited.*

Interest in underlying shares of the Company

Name	Date of grant	Number of ANT-Option outstanding as at 31/07/2004	Percentage to issued shares as at 31/07/2004	Exercise period of share options	Exercise price per share HK\$
The Hong Kong Polytechnic University (Note 3)	21/11/2001	13,820,000	2.50	5/12/2002 to 4/12/2004	0.2142
Advance New Technology Limited (Note 3)	21/11/2001	13,820,000	2.50	5/12/2002 to 4/12/2004	0.2142

Note:

- 3 On 21 November 2001, the Company granted the ANT-Option to Advance New Technology Limited as a reward to PolyU's continuing support and collaboration with the Group and for the purpose of enhancing a future co-operation relationship between PolyU and the Group. The ANT-Option was granted at a consideration of HK\$1.00 to subscribe for such number of shares that shall represent 2.5% of the then issued share capital of the Company immediately after completion of the initial placing of the Company's shares on GEM and the capitalization issue at an exercise price of HK\$0.2142 per share (equivalent to 90% of the issue price), which may be exercised at any time between the first and third anniversaries of the listing date of 5 December 2001. No ANT-Option was exercised up to the date of approval of these accounts.

Save as disclosed above, no person or company (other than the Directors and chief executive of the Company) had registered an interest or short position in the shares and underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 31 July 2004, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO), as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Rule 5.46 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange (the "GEM Listing Rules") were as follows:

Long positions in ordinary shares of the Company

Name of Directors	Number of shares held, capacity and nature of interest			Percentage of the Company's issued share capital as at 31/07/2004
	Directly beneficially owned	Through a discretionary trust	Total	
Dr. CHIANG Lily	-	299,341,200 (Note)	299,341,200 (Note)	54.15
Dr. PAU Kwok Ping	16,584,000	-	16,584,000	3.00
Mr. SHAH Tahir Hussain	552,800	-	552,800	0.10
	17,136,800	299,341,200	316,478,000	57.25

Note: These shares are held by Team Drive Limited which is a wholly-owned subsidiary of Wide Sky Management Limited, being the trustee of a unit trust of which the entire issued units are held by Cititrust (Cayman) Limited, a discretionary trust founded by Dr. CHIANG Lily. By virtue of the SFO, Dr. CHIANG Lily is deemed to be interested in these shares.

In addition to the above, a director has a non-beneficial personal equity interest in a subsidiary held for the benefit of the Company solely for the purpose of complying with the minimum company membership requirements.

Interest in underlying shares of the Company

Pursuant to a pre-IPO share option scheme (the “Pre-IPO Scheme”) adopted by the Company on 21 November 2001, the Company had granted Pre-IPO share options on the Company’s ordinary shares to the executive Directors. Details of share options to subscribe for shares in the Company granted to the executive Directors as at 31 July 2004 were as follows:

<u>Executive Directors</u>					
Name	Date of grant	Number of share options outstanding as at 31/07/2004	Percentage of the Company’s issued share capital as at 31/07/2004	Exercise period of share options	Exercise price per share HK\$
Dr. CHIANG Lily	21/11/2001	55,280,000	10.00	5/12/2002 to 4/12/2005	0.01
Dr. PAU Kwok Ping	21/11/2001	27,640,000	5.00	5/12/2002 to 4/12/2005	0.01
Mr. SHAH Tahir Hussain	21/11/2001	13,820,000	2.50	5/12/2002 to 4/12/2005	0.01
		96,740,000	17.50		

None of the options granted under the Pre-IPO Scheme have been exercised, cancelled or lapsed during the period from the date of grant of such options to 31 July 2004.

On 21 November 2001, the shareholders of the Company adopted a share option scheme (the “Post-IPO Scheme”), the principal terms of which were set out in the Prospectus. Details of share options to subscribe for shares in the Company granted under the Post-IPO Scheme as at 31 July 2004 were as follows:-

<u>Non-executive Directors</u>							
Name	Date of grant	Number of share options outstanding as at 31/07/2004	Percentage of the Company’s issued share capital as at 31/07/2004	Exercise period of share options	Closing price immediately before the date of grant HK\$	Exercise price per share HK\$	
Dr. LUI Sun Wing	21/3/2003	1,000,000	0.18	21/9/2003 to 20/9/2005 *	0.245	0.28	
Mr. YOUNG Meng Cheung Andrew	21/3/2003	1,000,000	0.18	21/9/2003 to 20/9/2005 *	0.245	0.28	

Independent non-executive
Directors

Name							
Ms. CHAN Siu Ping Rosa	21/3/2003	500,000	0.09	21/9/2003 to 20/9/2005 *	0.245	0.28	
Mr. TAKEUCHI Yutaka	21/3/2003	500,000	0.09	21/9/2003 to 20/9/2005 *	0.245	0.28	
		3,000,000	0.54				

* The options are vested in two exercisable periods as to (a) 50% exercisable on the expiry of 6 months from the date of grant; and (b) 50% exercisable on the expiry of 12 months from the date of grant.

None of the options granted under the Post-IPO Scheme have been exercised, cancelled or lapsed during the period under review.

Aggregate long position in ordinary shares and underlying shares of the Company

Name of Directors	Total number of ordinary shares held	Number of options held and outstanding as at 31/07/2004	Aggregate in number	Percentage of the Company's issued share capital as at 31/07/2004
Dr. CHIANG Lily	299,341,200	55,280,000	354,621,200	64.15
Dr. PAU Kwok Ping	16,584,000	27,640,000	44,224,000	8.00
Mr. SHAH Tahir Hussain	552,800	13,820,000	14,372,800	2.60
Dr. LUI Sun Wing	-	1,000,000	1,000,000	0.18
Mr. YOUNG Meng Cheung Andrew	-	1,000,000	1,000,000	0.18
Ms. CHAN Siu Ping Rosa	-	500,000	500,000	0.09
Mr. TAKEUCHI Yutaka	-	500,000	500,000	0.09
	316,478,000	99,740,000	416,218,000	75.29

Save as disclosed above, as at 31 July 2004, none of the Directors and chief executives of the Company had registered an interest or short position in any shares, underlying shares and debentures of the Company or any of its associated corporations that was required to be recorded pursuant to section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to Rule 5.46 of the GEM Listing Rules.

DIRECTORS' INTEREST IN CONTRACTS

No Director had a material interest, either directly or indirectly, in any contract of significance to the business of the Group to which the Company, or any of its holding companies and subsidiaries was a party during the period under review.

COMPETITION AND CONFLICT OF INTERESTS

None of the Directors, the management shareholders or substantial shareholders of the Company or any of their respective associates has engaged in any business that competes or may compete, either directly or indirectly, with the businesses of the Group, as defined in the GEM Listing Rules, or has any other conflict of interests with the Group during the nine months ended 31 July 2004.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the nine months ended 31 July 2004.

COMPLIANCE WITH RULES 5.34 TO 5.45 OF THE GEM LISTING RULES

The Company complied with the board practices and procedures as set out in Rules 5.34 to 5.45 of the GEM Listing Rules throughout the nine months ended 31 July 2004.

COMPLIANCE WITH RULES 5.48 TO 5.67 OF THE GEM LISTING RULES

The Company has adopted a code of conduct regarding directors' securities transactions on terms no less exacting than the required standard of dealings as set out in Rules 5.48 to 5.67 of the GEM Listing Rules throughout the nine months ended 31 July 2004. Having made specific enquiry of all Directors, the Company's Directors have complied with such code of conduct and required standard of dealings throughout the nine months ended 31 July 2004.

SPONSORS' INTEREST

Celestial Capital Limited ("CCL") has been appointed as the continuing sponsor of the Company for the purpose of meeting the requirements of the GEM Listing Rules. Pursuant to the sponsorship agreement dated 26 November 2001 entered into between the Company and CCL, for a fee, CCL acts as the Company's continuing sponsor for the period up to 31 October 2004.

As updated and notified by CCL, CCL, its directors, employees and associates (as defined in the GEM Listing Rules) did not have any interest in the securities of the Company or any member of the Group, or any right to subscribe for or to nominate persons to subscribe for the securities of the Company or any member of the Group during the nine months ended 31 July 2004.

AUDIT COMMITTEE

The Company established an audit committee on 5 December 2001 with written terms of reference in compliance with Rules 5.28 and 5.29 of the GEM Listing Rules. The primary duties of the audit committee are to review and supervise the financial reporting process and internal control system of the Group. The audit committee comprises three members, Ms. CHAN Siu Ping Rosa, Mr. TAKEUCHI Yutaka and Professor NI Jun, who are the independent non-executive Directors of the Company.

The Group's unaudited results for the nine months ended 31 July 2004 have been reviewed by the audit committee, which was of the opinion that the preparation of such results complied with the applicable accounting standards and requirements and that adequate disclosures have been made.

As at the date of this announcement, the Directors are as follows:

Executive Directors:

Dr. Chiang Lily

Dr. Pau Kwok Ping

Mr. Shah Tahir Hussain

Non-executive Directors:

Dr. Lui Sun Wing

Mr. Young Meng Cheung Andrew

Independent Non-executive Directors:

Ms. Chan Siu Ping Rosa

Mr. Takeuchi Yutaka

Professor Ni Jun

By order of the Board
Eco-Tek Holdings Limited

Pau Kwok Ping
Managing Director

Hong Kong, 9 September 2004

This announcement will remain on the GEM website on the "Latest Company Announcements" page for at least 7 days from the day of its publication.