



西安海天天綫科技股份有限公司
XI'AN HAITIAN ANTENNA TECHNOLOGIES CO., LTD.*
(a joint stock limited company incorporated in the People's Republic of China)
(Stock Code: 8227)

**DISCONTINUATION OF THE LEGAL PROCEEDINGS CONCERNING A
CONTROLLING SHAREHOLDER AND EXECUTIVE DIRECTORS**

This announcement is made pursuant to Rule 17.10 of the Rules Governing the Listing of Securities (the “**GEM Listing Rules**”) of the Growth Enterprise Market (“**GEM**”) of The Stock Exchange of Hong Kong Limited. Reference is made to an announcement of Xi'an Haitian Antenna Technologies Co., Ltd.* (the “**Company**”) dated 4 November 2004 in relation to the legal proceedings (the “**Proceedings**”) which had been commenced in 陝西省高級人民法院 (the People's High Court of Shaanxi Province*) between Mr. Xiao Bing (an executive director (the “**Director**”) of the Company, the chairman of the board (the “**Board**”) of Directors and the president of the Company), his brother and sister being the plaintiffs (the “**Plaintiffs**”) and their father, Professor Xiao Liangyong (“**Professor Xiao**”), an executive Director, being the defendant (the “**Defendant**”). Professor Xiao is the registered holder of 180,000,000 domestic shares of the Company, representing approximately 27.8% of the issued share capital of the Company.

The Board, after being informed by Mr. Xiao Bing and Professor Xiao, hereby announces that the Plaintiffs and the Defendant have reached a settlement on the Proceedings. Therefore, the Proceedings have been discontinued from the People's High Court of Shaanxi Province*.

The Board further announces that, as at the date of this announcement, (1) the registered holder of 180,000,000 domestic shares of the Company, which are held under the name of Professor Xiao, has not been changed; and (2) the Company's operations and development have not been directly or indirectly affected by the Proceedings.

By order of the Board of
Xi'an Haitian Antenna Technologies Co., Ltd.*
Xiao Bing
Chairman of the Board

Xi'an, the People's Republic of China, 8 March 2005

* *For identification purposes only*

As at the date of this announcement, the Board comprises 肖兵先生 (Mr. Xiao Bing), 肖良勇教授 (Professor Xiao Liangyong) and 郭渭盛教授 (Professor Guo Weisheng) being executive Directors; 王科先生 (Mr. Wang Ke), 劉永強先生 (Mr. Liu Yongqiang), 王全福先生 (Mr. Wang Quanfu), 李文琦先生 (Mr. Li Wenqi) and 王京女士 (Ms. Wang Jing) being non-executive Directors; and 周天游先生 (Mr. Zhou Tianyou), 龔書喜先生 (Mr. Gong Shuxi) and 王鵬程先生 (Mr. Wang Pengcheng).

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: (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” on the “Latest Company Announcements” page for at least 7 days from the day of its posting.