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If you are in any doubt as to any aspect of this circular or as to the action to be taken, you should consult your stockbroker or other registered dealer in securities, bank manager, solicitor, professional accountant or other professional adviser.

If you have sold or transferred all your shares in Xi'an Haitian Antenna Technologies Co., Ltd., you should at once hand this circular to the purchaser or the transferee, or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

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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)

DISPOSAL OF LAND AND PROPERTIES

This document will remain on the "Latest Company Announcements" page of the GEM website at www.hkgem.com for at least 7 days from the date of its posting.

* For identification purposes only

25 June 2007

CHARACTERISTICS OF GEM

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.

Given the emerging nature of companies listed on GEM, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the main board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

The principal means of information dissemination on GEM is publication on the Internet website operated by the Stock Exchange. Listed companies are not generally required to issue paid announcements in gazetted newspapers. Accordingly, prospective investors should note that they need to have access to the GEM website in order to obtain up-to-date information on GEM-listed issuers.

CONTENTS

	<i>Page</i>
DEFINITIONS	1
LETTER FROM THE BOARD	3
GENERAL INFORMATION	7

DEFINITIONS

In this circular, the following expressions have the following meanings, unless the context otherwise requires:—

“Administrative Committee”	西安高新技術開發區管理委員會 (Administrative Committee of Xi’an National Hi-tech Industrial Development Zone*)
“Agreement”	an agreement dated 28 May 2007 entered into between the Company and the Land Reservation Center in relation to the Disposal
“associate”	has the meaning as defined in the GEM Listing Rules
“Board”	the board of Directors
“Company”	西安海天天綫科技股份有限公司 (Xi’an Haitian Antenna Technologies Co., Ltd.*), a joint stock company incorporated in the PRC and whose H Shares are listed on GEM
“Director(s)”	director(s) of the Company
“Disposal”	the disposal of the Land and the Properties by the Company pursuant to the Agreement
“Domestic Shares”	domestic invested shares of nominal value of RMB0.10 each in the share capital of the Company, which are subscribed for in RMB
“GEM”	The Growth Enterprise Market of the Stock Exchange
“GEM Listing Rules”	the Rules Governing the Listing of Securities on GEM
“Group”	the Company and its subsidiaries
“H Shares”	overseas listed foreign invested shares of nominal value of RMB0.10 each in the share capital of the Company, which are listed on GEM and subscribed for and traded in HK\$
“Hong Kong”	the Hong Kong Special Administration Region of the PRC
“Independent Third Party”	a party which is independent of and not connected with the Company and any connected person (as defined under the GEM Listing Rules) of the Company

* For identification purposes only

DEFINITIONS

“Land”	a parcel of land located at No. 36 Gao Xin Liu Road, Xi’an National Hi-tech Industrial Development Zone, Xi’an, Shaanxi Province, the PRC with a site area of approximately 29,401.98 for a land use right of 50 years up to 4 August 2050
“Land Reservation Center”	西安高新技術開發區土地儲備中心 (Land Reservation Center of Xi’an National Hi-tech Industrial Development Zone*)
“Latest Practicable Date”	18 June 2007, being the latest practicable date prior to the printing of this circular for ascertaining certain information contained herein
“PRC”	the People’s Republic of China, but for the purpose of this announcement, excludes Hong Kong, the Macau Special Administrative Region and Taiwan
“Properties”	16 buildings, structures and ancillary facilities erected on the Land with a construction area of 17,639.17 sq.m.
“SFO”	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Shares”	Domestic Shares and H Shares
“Shareholder(s)”	Holder(s) of the Domestic Shares and the H Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Supervisor(s)”	supervisor(s) of the Company
“XHDZ”	Xi’an National Hi-tech Industrial Development Zone
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“RMB”	Renminbi, the lawful currency of the PRC
“sq.m.”	square metre
“%”	per cent.

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LETTER FROM THE BOARD



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)

Executive Directors:

Mr. Xiao Bing
Mr. Liang Zhijun
Mr. Zuo Hong

Non-executive Director:

Mr. Xing Changling
Mr. Luo Maosheng
Mr. Sun Wenguo
Ms. Wang Jing
Mr. Li Wenqi

Independent Non-executive Directors:

Professor Gong Shuxi
Mr. Lei Huafeng
Mr. Qiang Wenyu

Registered Office:

No. 36 Gao Xin Liu Road
Xi'an National Hi-tech Industrial
Development Zone
Xi'an, Shaanxi Province
The People's Republic of China

Principal place of business in

Hong Kong:

Rooms 2708-11, West Tower
Shun Tak Centre
168-200 Connaught Road Central
Hong Kong

25 June 2007

To the Shareholders

Dear Sir or Madam,

DISPOSAL OF LAND AND PROPERTIES

INTRODUCTION

Reference is made to the announcement of the Company dated 4 June 2007, whereby it was announced that on 28 May 2007, the Company entered into the Agreement as vendor with the Land Reservation Center as purchaser to dispose of the Land and the Properties at an aggregate consideration of approximately RMB40.88 million.

The purpose of this circular is to give you further information regarding the Disposal which constitutes a discloseable transaction for the Company for the purposes of the GEM Listing Rules.

* For identification purposes only

LETTER FROM THE BOARD

THE AGREEMENT

Date : 28 May 2007

Vendor : The Company

Purchaser : The Land Reservation Center

To the best of the Directors' knowledge, information and belief having made all reasonable enquiry, the Land Reservation Center is an Independent Third Party.

Land : A parcel of land located at No. 36 Gao Xin Liu Road, Xi'an National Hi-tech Industrial Development Zone, Xi'an, Shaanxi Province, the PRC with a site area of approximately 29,401.98 sq.m. for a land use right of 50 years up to 4 August 2050.

Properties : 16 buildings, structures and ancillary facilities erected on the Land with a construction area of 17,639.17 sq.m.

Consideration : The Land : approximately RMB12.73 million.

The Properties : approximately RMB28.15 million.

The consideration for the Land was agreed after arm's length negotiations between the Company and the Land Reservation Center with reference to the standard on the price of industrial land per site area published by the Ministry of Land and Resources of the PRC for RMB384 per sq.m. The consideration for the Properties was agreed between the Company and the Land Reservation Center with reference to the valuation of the Properties of RMB28.15 million as at 21 May 2007 made by Shaanxi Huadi Real Estate Appraisal and Consulting Co., Ltd. (陝西華地房地產估價諮詢有限公司), an independent property valuer jointly appointed by the Company and the Land Reservation Center.

Payment of Consideration : The consideration shall be paid in cash as follows:

1. RMB5 million shall be paid to the Company on the effective date of the Agreement;
2. RMB35 million shall be paid to the Company within the second day following (i) the cancellation of the registration of the mortgages in respect of the Land and the Properties and the delivery of evidence of the cancellation to the Land Reservation Center; and (ii)

LETTER FROM THE BOARD

the cancellation of the relevant State-owned Land Use Rights Certificate and Building Ownership Certificates and the delivery of evidence of the cancellation to the Land Reservation Center; and

3. RMB0.88 million shall be paid to the Company upon the delivery of procession of the buildings, structures and ancillary facilities erected on the Land.

Delivery of Possession : The Company shall deliver possession of the Properties within 60 days from the effective date of the Agreement.

INFORMATION ON THE GROUP AND THE LAND RESERVATION CENTER

The Group is principally engaged in the research and development, manufacture and sale of base station antennas and related products. In connection with such principal business, the Company also provides technical support, system integration and installation services of base station antennas.

The Land Reservation Center is a subordinate center under the Administrative Committee responsible for the formulation of policies and delegated by land administrative authorities with matters relating to collective resumption of lands, demolitions, relocations and settlements in XHDZ. The Administrative Committee is a local government body regulating XHDZ.

REASONS FOR THE DISPOSAL

The Group entered into a State-owned Land Use Right Grant Contract with the Administrative Committee in August 2000 to acquire a site located at No. 36 Gao Xin Liu Road, Xi'an National Hi-tech Industrial Development Zone, Xi'an, Shaanxi Province, the PRC with a site area of approximately 32,001.98 sq.m. at a consideration of approximately RMB12.43 million. Built on the site is the Company's industrial complex with transportation and communication facilities, comprising a research and development building and the Properties.

There have been changes in the development planning of area where the Land situated and the vicinity in XHDZ. On the other hand, the Company intends to redeploy its assets and properties with a view to improving liquidity and consolidating its financial position. Under such background, the Company negotiated and entered into the Agreement with the Land Reservation Center for the disposal of the Land and the Properties.

After the Disposal, the Company retained a site with a site area of approximately 2,600 sq.m. and the ownership of the research and development building erected thereon. The Company plans to relocate its production facilities and offices to the parcel of land at southwestern corner of crossroad of Zhangbasi Road and JinYE Road, Xi'an Gao Xin District with a site area of approximately 102,619.6 sq.m. Such parcel of land was leased by the Company for a term of three years commencing from 16 June 2006 and expiring on 15 June 2009 at the annual rental of RMB2,635,271. Please refer to the announcement of the Company dated 6 July 2006 for details of the lease agreement.

LETTER FROM THE BOARD

The Directors consider that the terms of the Agreement are on normal commercial terms, fair and reasonable and in the interests of the Company and the Shareholders as a whole.

FINANCIAL EFFECT OF THE DISPOSAL

With reference to the audited account of the Group for the year ended 31 December 2006, the net book value of the Land and the Properties were approximately RMB10.44 million and approximately RMB26.20 million as at 31 December 2006 respectively. It is estimated that the Disposal will result in a book profit (before expenses) of approximately HK\$4.24 million with reference to the net book value of the Land and the Properties as at 31 December 2006 for the financial year ending 31 December 2007.

Immediately after the Disposal, in so far as assets and liabilities are concerned, bank balance of the Group will be increased by approximately RMB15.35 million, bank loans of the Group will be reduced by approximately RMB24 million while the net book value of the Land and the Properties will be reduced by approximately RMB10.44 million and approximately RMB26.20 million respectively.

USE OF PROCEEDS

The proceeds of approximately RMB40.88 million from the Disposal, after deducting expenses arising therefrom for approximately RMB1.53 million, will be used as to approximately RMB24.00 million for repayment of bank loans and the balance for approximately RMB15.35 million will be used as general working capital of the Group.

GEM LISTING RULES IMPLICATIONS

The Disposal constitutes a discloseable transaction for the Company under the GEM Listing Rules.

ADDITIONAL INFORMATION

Your attention is also drawn to the information set out in the section headed "General Information" in this circular.

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

* For identification purposes only

GENERAL INFORMATION

RESPONSIBILITY STATEMENT

This circular, 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 to the public with regard to the Group. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief:

- (a) the information contained in this circular is accurate and complete in all material respects and not misleading;
- (b) there are no other matters the omission of which would make any statement in this circular misleading; and
- (c) all opinions expressed in this circular have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

DIRECTORS', SUPERVISORS' AND CHIEF EXECUTIVES' INTERESTS

As at the Latest Practicable Date, the interests and short positions of the Directors, Supervisors (as if the requirements applicable to the Directors under the SFO had applied to the Supervisors) and chief executives 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), which (a) are required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which he is taken or deemed to have under such provisions of the SFO); or (b) are required, pursuant to section 352 of the SFO, to be entered in the register referred to therein; or (c) are required, pursuant to rule 5.46 to 5.67 of the GEM Listing Rules relating to securities transactions by directors to be notified to the Company and the Stock Exchange, were as follows:

Long positions in the Domestic Shares of the Company

Name of Director	Type of interest	Capacity	Number of the Domestic Shares held in the Company	Approximate percentage in the total issued Domestic Shares of the Company	Approximate percentage in the total issued share capital of the Company
Xiao Bing (肖兵)	Personal	Held by controlled corporation	180,000,000 (Note 1)	37.09%	27.81%
Zuo Hong (左宏)	Personal	Held by controlled corporation	75,064,706 (Note 2)	15.47%	11.60%

GENERAL INFORMATION

- Note:*
1. The Domestic Shares were held by 西安天安投資有限公司 (Xi'an Tian An Investment Company Limited*) ("Tian An Investment"), which is beneficially owned as to 60% by Mr. Xiao Bing and 40% by Ms. Yao Wenli. By virtue of the SFO, Mr. Xiao Bing was deemed to be interested in the same 180,000,000 Domestic Shares held by Tian An Investment.
 2. The Domestic Shares were held by 深圳市匯泰投資發展有限公司 (Shenzhen Huitai Investment Development Company Limited*) ("Shenzhen Huitai"), which is beneficially owned by Zuo Hong and Zhang Yinghua in equal share. By virtue of the SFO, each of Zuo Hong and Zhang Yinghua was deemed to be interested in the same 75,064,706 Domestic Shares held by Shenzhen Huitai.

* For identification purpose only

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS

As at the Latest Practicable Date, so far as is known to the Directors and chief executives of the Company, the persons or entities (other than the Directors, the Supervisors or chief executives of the Company) who/which have an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or, who/which are expected, directly or indirectly, to be interested in 10 per cent. or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other member of the Group, were as follows:

(A) Substantial shareholders of the Company

Long position in Domestic Shares of the Company

Name of shareholder	Type of interest	Capacity	Number of Domestic Shares held in the Company	Approximate percentage in the total issued Domestic Shares of the Company	Approximate percentage in the total issued share capital of the Company
Tian An Investment	Corporate	Beneficial owner	180,000,000	37.09%	27.81%
Yao Wenli (姚文俐)	Personal	Held by controlled corporation	180,000,000 (Note 1)	37.09%	27.81%
Professor Xiao Liangyong (肖良勇教授)	Personal	Parties acting in concert	180,000,000 (Note 2)	37.09%	27.81%

GENERAL INFORMATION

Name of shareholder	Type of interest	Capacity	Number of Domestic Shares held in the Company	Approximate percentage in the total issued Domestic Shares of the Company	Approximate percentage in the total issued share capital of the Company
西安解放集團股份有限公司 (Xi'an Jiefang Group Joint Stock Co., Ltd*)	Corporate	Beneficial owner	100,000,000	20.60%	15.45%
Shenzhen Huitai	Corporate	Beneficial owner	75,064,706	15.47%	11.60%
Zhang Yinghua (張英華)	Personal	Held by controlled corporation	75,064,706 (Note 3)	15.47%	11.60%
西安國際信託投資有限公司 (Xi'an International Trust & Investment Co., Ltd.*) ("XITIC")	Corporate	Beneficial owner	70,151,471	14.45%	10.84%
西安市財政局 (Xi'an Finance Bureau*)	Corporate	Held by controlled corporation	70,151,471 (Note 4)	14.45%	10.84%
陝西保升國際投資有限責任公司 (Shaanxi Baosheng International Investment Company Limited*)	Corporate	Held by controlled corporation	70,151,471 (Note 4)	14.45%	10.84%

* for identification purpose only

Notes:

- The Domestic Shares were held by Tian An Investment, which is beneficially owned as to 60% by Mr. Xiao Bing and 40% by Ms. Yao Wenli. By virtue of the SFO, Ms. Yao Wenli was deemed to be interested in the same 180,000,000 Domestic Shares held by Tian An Investment.
- Professor Xiao Liangyong is the father of Mr. Xiao Bing and a person acting in concert with Mr. Xiao Bing and Ms. Yao Wenli. By virtue of the SFO, he was deemed to be interested in the same 180,000,000 Domestic Shares held by Tian An Investment.

GENERAL INFORMATION

3. The Domestic Shares were held by Shenzhen Huitai, which is beneficially owned by Zuo Hong and Zhang Yinghua in equal share. By virtue of the SFO, each of Zuo Hong and Zhang Yinghua was deemed to be interested in the same 75,064,706 Domestic Shares held by Shenzhen Huitai.
4. The Domestic Shares were held by XITIC. By virtue of the SFO, Xi'an Finance Bureau and Shaanxi Baosheng International Investment Company Limited, which respectively holds more than one third of voting right of XITIC, were deemed to be interested in the same 70,151,471 Domestic Shares held by XITIC.

(B) Other persons who are required to disclose their interests pursuant to Divisions 2 and 3 of Part XV of the SFO

Long position in Domestic Shares of the Company

Name of shareholder	Type of interest	Capacity	Number of Domestic Shares held in the Company	Approximate percentage in the total issued Domestic Shares of the Company	Approximate percentage in the total issued share capital of the Company
北京京泰投資管理中心 (Beijing Holdings Investment Management Co., Ltd.*, "Beijing Holdings")	Corporate	Beneficial owner	54,077,941	11.14%	8.35%
京泰實業(集團)有限公司 (Beijing Holdings (Group) Limited*)	Corporate	Held by controlled corporation	54,077,941 (Note 1)	11.14%	8.35%

* For identification purposes only

GENERAL INFORMATION

Long positions in H Shares of the Company

Name of shareholder	Type of interest	Capacity	Number of H Shares held in the Company	Approximate percentage in the total issued H Shares of the Company	Approximate percentage in the total issued share capital of the Company
Taicom Capital Ltd.	Corporate	Investment manager	13,004,000 (Note 2)	8.03%	2.00%
Carlson Fund Equity Asian Small Cap	Corporate	Investment manager	10,520,000 (Note 2)	6.50%	1.62%
Ms. Song Ying	Personal	Beneficial owner	8,800,000 (Note 2)	5.43%	1.35%

Notes:

- The Domestic Shares were held by Beijing Holdings. By virtue of the SFO, Beijing Holdings (Group) Limited, which holds more than one third of voting rights of Beijing Holdings, was deemed to be interested in the same 54,077,941 Domestic Shares held by Beijing Holdings.
- The details of these shareholders of the Company were based on information as set out in the website of the Stock Exchange. The Company has not been notified by the relevant shareholders and has not received any Corporate Substantial Shareholder Notice from the relevant shareholders.

(C) Substantial shareholders of other members of the Group

*Long positions in 嘉載通信設備有限公司 (Jia Zai Telecommunication Equipment Ltd.)**

Name of shareholder	Type of interest	Capacity	Amount of equity interest held	Approximate percentage in the total registered capital
大唐移動通訊設備有限公司 (Datang Mobile Communication Equipment Co. Ltd.)	Corporate	Beneficial owner	RMB56,000,000	35%
XAHT Antenna Technologies (Hong Kong) Limited (Note)	Corporate	Beneficial owner	RMB19,200,000	12%

Note: XAHT Antenna Technologies (Hong Kong) Limited is a wholly owned subsidiary of the Company.

* For identification purpose only

GENERAL INFORMATION

SERVICE CONTRACTS

Each of the Directors and the Supervisors has entered into a service contract with the Company for a term valid until 19 May 2010 subject to renewal upon approval by the Shareholders for one or more consecutive terms of three years.

Details of the annual emoluments of the Directors as set out in their respective service contract with the Company are as follows:

Director	Annual emoluments (RMB)
Mr. Xiao Bing	Nil*
Mr. Liang Zhijun	Nil*
Mr. Zuo Hong	Nil*
Mr. Xing Changling	6,000
Mr. Luo Maosheng	6,000
Mr. Sun Wenguo	6,000
Mr. Li Wenqi	6,000
Ms. Wang Jing	6,000
Professor Gong Shuxi	36,000
Mr. Lei Huafeng	36,000
Mr. Qiang Wenyu	36,000

* Mr. Xiao Bing, Mr. Liang Zhijun and Mr. Zuo Hong do not receive any emoluments for serving as the executive Directors of the Company.

Save as disclosed above, as at the Latest Practicable Date, none of the Directors had any existing or proposed service contract with the Company or any of its subsidiaries (excluding contracts expiring or determinable by the employer within one year without payment of compensation (other than statutory compensation)).

COMPETING INTERESTS

As at the Latest Practicable Date, none of the Directors or the management shareholders of the Company and their respective associates has an interest in a business, apart from the business of the Group, which competes or may compete, either directly or indirectly, with the business of the Group or has any other conflict of interest with the Group.

LITIGATION

As at the Latest Practicable Date, no member of the Group was engaged in any litigation or arbitration of material importance and there was no litigation or claim of material importance known by the Directors to be pending or threatened against any member of the Group.

GENERAL INFORMATION

PROCEDURES FOR DEMANDING A POLL BY SHAREHOLDERS

Pursuant to the Articles of Association of the Company, a resolution put to the vote of the general meeting shall be decided on a show of hands unless a poll is (before or after any vote by show of hands) demanded:

- (a) by chairman of the meeting;
- (b) by at least two shareholders present in person or by proxy for the time being entitled to vote at the meeting; or
- (c) by any shareholder or shareholders (including proxy) who, alone or together, representing one-tenth or more of the total voting rights of all shareholders having the right to vote at the meeting.

MISCELLANEOUS

- (i) The registered office of the Company is situated at No.36 Gao Xin Liu Road, Xi'an National Hi-tech Industrial Development Zone, Xi'an, Shaanxi Province, the PRC.
- (ii) The principal place of business of the Company in Hong Kong is at Rooms 2708-11, West Tower, Shun Tak Centre, 168-200 Connaught Road Central, Hong Kong.
- (iii) The Hong Kong share registrar and transfer office of the Company is Computershare Hong Kong Investor Services Limited, Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai Hong Kong.
- (iv) The company secretary and qualified accountant of the Company appointed under Rule 5.15 of the GEM Listing Rules is Ms. Chow Yuk Lan. She is an associate member of both Association of Chartered Certified Accountants and the Hong Kong Institute of Certified Public Accountants.
- (v) The compliance officer of the Company is Mr. Xiao Bing.

Mr. Xiao Bing, aged 41, is the son of Professor Xiao Liangyong, the founder of the Company. Mr. Xiao studied in the college of continuous education of Xidian University (西安電子科技大學). He worked in Xi'an General Factory of Oil Instruments (西安石油勘探儀器總廠) from 1988 to 1991 and was the deputy general manager of Xi'an Haitian Communications Equipment Company Limited (西安海天通訊設備有限公司) from 1999 to 2000. He joined the Group as an executive Director and first assumed the post of president of the Company since October 2000. Mr. Xiao Bing was elected the chairman of the Board since August 2004.

GENERAL INFORMATION

- (vi) The Company has established an audit committee on 4 April 2003 with written terms of reference in compliance with the GEM Listing Rules. The primary duties of the audit committee are to review and supervise the financial reporting process and internal control systems of the Group. As at the Latest Practicable Date, the audit committee comprised Professor Gong Shuxi and Mr. Lei Huafeng, independent non-executive Directors, and Mr. Li Wenqi, a non-executive Director. Mr. Lei Huafeng was the chairman of the audit committee. Biographical details of the members of the audit committee are set forth below:

Mr. Lei Huafeng (雷華鋒先生), aged 44, had obtained a MBA from Northwestern University (西北大學). Mr. Lei worked as vice general manager of Xi'an Property Rights Exchange Center (西安產權交易中心) in 1992 and general manager of Xi'an Zenith Assets Evaluation Co. Ltd. (西安正衡資產評估公司) in 1997. He has been the chairman of Xi'an Zenith Assets Evaluation Co. Ltd. and Shaanxi Zenith Group (陝西正衡集團公司) since 2000.

In 2003, Mr. Lei was elected as the commissioner of the ninth session of CPPCC Shaanxi Committee (陝西省政協). Besides, Mr. Lei also holds various positions including the vice-chairman of Shaanxi CPA (陝西省註冊會計師協會); the member of Shaanxi Audit Committee (陝西省審計學會); the independent director of China Dairy Group (中國乳業), a company listed on the Singapore Stock Exchange; Tande Co., Ltd. (天地源股份有限公司), a listed company with its domestic A shares trading on the Shanghai Stock Exchange; and Xi'an Tourism Group (西安旅遊(集團)股份有限公司), a listed company with its domestic A shares trading on the Shenzhen Stock Exchange. He is the director of Cartell of Shaanxi Joint Stock Company Union (陝西省股份制企業聯合會); the vice-chairman of Xi'an System Reform Research Committee (西安市體制改革研究會); and the counsellor of State-owned Assets of Supervision and Administration Commission of Xi'an Municipal Peoples Government (西安市國有資產監督管理委員會).

Professor Gong Shuxi (龔書喜教授), aged 50, graduated from Northwest Institute of Communications Engineering (西北電訊工程學院), now known as Xidian University, with a bachelor degree, and from Xi'an Jiantong University with master and doctorate degrees in electromagnetic and microwave technology and is a professor. Professor Gong became the professor in Antenna Research Institute of Xidian University in 1997. Since October 2000, he was elected as an independent non-executive Director.

Mr. Li Wenqi (李文琦先生), aged 41, graduated from Shaanxi College of Finance and Economics (陝西財經學院), now known as Xi'an Jiaotong University (西安交通大學). He worked for Shaanxi Silk Import & Export Corporation (陝西絲綢進出口公司) ("Shaanxi Silk"), one of the substantial shareholders of the Company, as the deputy chief and manager of planning and finance department from October 1987 to April 1994 and from April 1994 to October 1997 respectively and the assistant to general manager and manager

GENERAL INFORMATION

of planning and finance department from October 1997 to May 2001. He is an accountant and the chief accountant and manager of planning and finance department of Shaanxi Silk since May 2001. He joined the Company as a non-executive Director since October 2000.

- (vii) The English text of this circular shall prevail over the Chinese text.