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KESSEL INTERNATIONAL HOLDINGS LIMITED

(Provisional Liquidators Appointed)

佳信科技集團有限公司*

(Incorporated in Bermuda with limited liability)

(the “Company”)

YUE FUNG INTERNATIONAL GROUP HOLDING LIMITED

裕豐國際集團控股有限公司*

(Incorporated in Bermuda with limited liability)

**REVISED TIMETABLE
AND
DELAY OF COMPLETION OF RESTRUCTURING AGREEMENT**

The Kessel Provisional Liquidators and Yue Fung anticipate that the winding-up petition filed by HSBC presented against Keview will be withdrawn on 19 August, 2002.

As a consequence of the Closing will not take place on 16 August, 2002, the expected timetable set out in the Company’s composite document dated 19 July, 2002 has been delayed. The Kessel Provisional Liquidators and Yue Fung expect the Closing to take place on 20 August, 2002. The delay in Closing is due to the fact that the Court will not hear the application for withdrawal of the winding-up petition presented against the Company and the release and discharge of the Keview Provisional Liquidators until 19 August, 2002 and orders to this effect are conditions precedent to Closing.

Trading in the Company’s shares has been suspended since 2:30 p.m. on 23 May, 2001, and will remain suspended until further notice.

Reference is made to the announcement dated 12 August, 2002 in relation to the results of the special general meeting of the Company and the Company’s composite document to Shareholders dated 19 July, 2002 (the “**Document**”). Reference is also made to the joint announcement of the Company and Yue Fung dated 25 April, 2002. Terms used in this announcement have the same meanings as those defined in the Document, unless the context otherwise requires.

WITHDRAWAL OF WINDING UP PETITIONS

On 9 August, 2002, the winding-up petition filed by HSBC against the Company was withdrawn subject to the issue of the notice required to effect Closing. Subject to satisfaction of the other conditions precedent set out in the Restructuring Agreement, it is anticipated that the winding-up petition filed by HSBC presented against Keview will be withdrawn on 19 August, 2002.

CLOSING

Closing is subject to other conditions being fulfilled, including without limitation, HSBC executing a deed of release for its fixed and floating charge over the assets of Keview and withdrawing the petitions for the winding-up of the Company and Keview conditional on Closing; and the Courts ordering the discharge and release of the Keview Provisional Liquidators. As the winding-up petition presented against Keview is expected to be withdrawn on 19 August, 2002, the expected timetable set out in the Document will not be met. This is because the Court will not hear the application for withdrawal of the winding-up petition presented against the Company and the release and discharge of the Keview Provisional Liquidators until 19th August, 2002 and orders to this effect are conditions precedent to Closing. Closing shall take place later than 16 August, 2002 and is expected to take place on 20 August, 2002.

The resumption of trading in the Company's shares is conditional on, among others, the Closing and restoring the holding of at least 25% of the Company's issued share capital in public hands.

TRADING

Trading in the Company's shares has been suspended since 2:30 p.m. on 23 May, 2001 will remain suspended until further notice. The expected time table is set out below:

Expected Timetable with respect to the Capital Restructuring

Capital Restructuring becomes effective	Tuesday, 20 August
Closing	Tuesday, 20 August
The Creditors' Schemes becoming effective	Tuesday, 20 August
Announcement of Closing and the Creditors' Schemes becoming effective as published in newspaper	Wednesday, 21 August

The following trading arrangements are subject to the Closing and restoring the holding of at least 25% of the Company's issued share capital in public hands

Existing counter for trading in Existing Shares in board lots of 2,000 Existing Shares closes	Wednesday, 21 August
Temporary counter for trading in New Shares in board lots of 1,750 New Shares (in the form of existing share certificates) opens	Wednesday, 21 August
First day of free exchange of existing share certificates for new share certificates for New Shares	Wednesday, 21 August
First day of operation of odd lot trading facility	Wednesday, 21 August
Existing counter for trading in New Shares (in the form of new share certificates) in board lots of 20,000 New Shares re-opens	9:30 a.m. on Wednesday, 4 September
Parallel trading in New Shares (in the form of new share certificates) starts	9:30 a.m. on Wednesday, 4 September
Temporary counter for trading in New Shares in board lots of 1,750 New Shares (in the form of existing share certificates) closes	4:00 p.m. on Thursday, 26 September
Parallel trading in New Shares (in the form of new share certificates and existing share certificate) ends	4:00 p.m. on Thursday, 26 September
Last day of operation of odd-lot trading facility	Thursday, 26 September
Free exchange of existing share certificates for new share certificates for New Shares ends	Monday, 30 September

Further announcement will be made after Closing.

For and on behalf of
KESSEL INTERNATIONAL HOLDINGS LIMITED
(Provisional Liquidators Appointed)

Tam Chi Kok, Gabriel
*Joint and Several Provisional Liquidator
acting as agent of the Company*

By Order of the Board
YUE FUNG INTERNATIONAL GROUP HOLDING LIMITED

Lee Wing Kan
Chairman and Managing Director

Hong Kong, 16 August, 2002

The Kessel Provisional Liquidators, as agents of the Company, jointly and severally accept full responsibility for the accuracy of the information contained in this announcement other than that relating to the Investor and parties acting in concert with them and confirm, having made all reasonable inquiries, that to the best of their knowledge, the 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 statement in this announcement misleading.

The directors of the Investor jointly and severally accept full responsibility for the accuracy of the information contained in this announcement other than that relating to the Company and the Group and parties acting in concert with them and confirm, having made all reasonable inquiries, that to the best of their knowledge, the 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 statement in this announcement misleading.

* *for identification purposes only*

“Please also refer to the published version of this announcement in China Daily”.