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## KINGBOARD CHEMICAL HOLDINGS LIMITED

*(incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 0148)**

### **EASE EVER INVESTMENTS LIMITED**

*(incorporated in the British Virgin Islands with limited liability)*

### **ELITELINK HOLDINGS LIMITED**

*(incorporated in the British Virgin Islands with limited liability)*

**Voluntary conditional cash offers in Hong Kong by  
Citigroup Global Markets Asia Limited  
on behalf of**

**EASE EVER INVESTMENTS LIMITED,  
an indirectly wholly-owned subsidiary of  
Kingboard Chemical Holdings Limited,  
to acquire all of the issued shares in the capital of,  
and for cancellation of all outstanding options of,  
ELEC & ELTEK INTERNATIONAL HOLDINGS LIMITED  
(other than those already owned by the Hong Kong Offeror or  
parties acting in concert with it)**

**and**

**Possible mandatory unconditional cash offers in Singapore by  
Citigroup Global Markets Singapore Pte. Limited  
on behalf of**

**ELITELINK HOLDINGS LIMITED,  
an indirectly wholly-owned subsidiary of  
Kingboard Chemical Holdings Limited,  
to acquire all of the issued and paid-up ordinary shares in the capital of,  
and for cancellation of all outstanding options of,  
ELEC & ELTEK INTERNATIONAL COMPANY LIMITED  
(other than those already owned by the Singapore Offeror or  
parties acting in concert with it and those owned by  
Elec & Eltek International Holdings Limited)**

### **DESPATCH OF HONG KONG OFFER DOCUMENT**

The Hong Kong Offer Document containing, amongst other things, the details of the Hong Kong Offers, the letter from the Company and the letter from Citigroup Asia to the E&E Shareholders and the holders of E&E Options in respect of the Hong Kong Offers, together with the form of acceptance and transfer of the E&E Shares under the Hong Kong Share Offer and the form of acceptance and cancellation of the E&E Options under the Hong Kong Option Offer, were despatched to the E&E Shareholders and the holders of E&E Options on 1 November 2004 in accordance with the Takeovers Code.

Reference is made to the announcement of the Company dated 12 October 2004 (the “**Announcement**”) and the Hong Kong Offer Document in respect of, inter alia, the Transactions. Unless otherwise stated, terms used in this announcement should be the same as those defined in the Announcement.

#### **DESPATCH OF HONG KONG OFFER DOCUMENT**

The Hong Kong Offer Document containing, amongst other things, the details of the Hong Kong Offers, the letter from the Company and the letter from Citigroup Asia to the E&E Shareholders and holders of E&E Options in respect of the Hong Kong Offers, together with the form of acceptance and transfer of the E&E Shares under the Hong Kong Share Offer and the form of acceptance and cancellation of the E&E Options under the Hong Kong Option Offer, were despatched to the E&E Shareholders and the holders of E&E Options on 1 November 2004 in accordance with the Takeovers Code. In accordance with the Takeovers Code, E&E is required to post the offeree document (“**Offeree Document**”) to the E&E Shareholders and holders of E&E Options within 14 days from the posting of the Hong Kong Offer Document (i.e. 15 November 2004), unless the Executive consents to a later date and the Hong Kong Offeror agrees to extend the First Closing Date (as defined below). E&E Shareholders and holders of E&E Options are encouraged to read the Hong Kong Offer Document carefully, including the letter from the Company and the letter from Citigroup Asia to the E&E Shareholders and holders of E&E Options in respect of the Hong Kong Offers, and the Offeree Document before deciding whether or not to accept the Hong Kong Offers.

The latest time for acceptance of the Hong Kong Offers will be 4:00 p.m. on the Closing Date. The Hong Kong Offers will close at 4:00 p.m. on the 29 November 2004, being the 28th day after the date of the posting of the Hong Kong Offer Document ("First Closing Date"), unless the Company revises or extends the Hong Kong Offers in accordance with the Takeovers Code. The Company will issue a teletext announcement through the Stock Exchange by 7:00 p.m. on the First Closing Date as to whether the Hong Kong Offers have expired or been revised, or, if the Hong Kong Offers have by that time become or are declared unconditional, in relation to any extension of the Hong Kong Offers to state either the next closing date or that the Hong Kong Offers will remain open until further notice. In the latter case, at least 14 days' notice in writing will be given, before the Hong Kong Offers are closed, to those E&E Shareholders and holders of E&E Options who have not accepted the Hong Kong Offers. Such announcement will be published in one English newspaper and one Chinese newspaper on the date immediately following the First Closing Date. In accordance with the Takeovers Code, where the Hong Kong Offers become or are declared unconditional (whether as to acceptances or in all respects), they should remain open for acceptance for not less than 14 days thereafter.

By order of the board of  
**Kingboard Chemical Holdings Limited**  
**Lo Ka Leong**  
*Company Secretary*

By order of the board of  
**Ease Ever Investments Limited**  
**Chan Wing Kwan**  
*Director*

Hong Kong, 1 November 2004

*The directors of the Company jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinion expressed in this announcement has 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.*

*As at the date of this announcement, the board of Directors of the Company consists of Messrs. Cheung Kwok Wing, Chan Wing Kwan, Lam Ka Po, Cheung Kwong Kwan, Cheung Kwok Wa, Cheung Kwok Ping, Cheung Kwok Keung, Chang Wing Yiu and Mok Cham Hung, Chadwick, being executive Directors, Mr. Lum Gum Wun, being a non-executive Director and Messrs. Tsao Kwang Yung, Peter, Cheng Ming Fun, Paul and Tse Kam Hung, being independent non-executive Directors.*

"Please also refer to the published version of this announcement in The Standard."