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FOUNDER HOLDINGS LIMITED

方正控股有限公司*

(Incorporated in Bermuda with limited liability)

ANNOUNCEMENT

The Company issued a profit warning announcement dated 27 August 2001 and subsequently noted certain press articles about the dissemination of the Group's loss figure, and would like to clarify in relation to that.

The board of directors (the "Board") of Founder Holdings Limited (the "Company", which together with its subsidiaries are collectively referred to as the "Group") noted certain press articles appearing on today's newspapers reporting about the loss figure of the Group for the six months ended 30 June 2001. The Company has not, and the senior management and directors of the Company have confirmed to the Company that they have not, save and except for the information contained in the Company's profit warning announcement dated 27 August 2001, made any disclosure or announcement regarding the loss figure of the Group for the six months ended 30 June 2001.

The Board also noted certain articles in today's press reporting the loss of two substantial clients for the Group's non-media systems integration business during the first half of 2001. We wish to clarify that the contents of such press articles are not accurate and the Board is not aware of the source of such information.

Shareholders of the Company and investors should exercise caution when dealing in the shares of the Company.

By Order of the Board
Founder Holdings Limited
Cheung Shuen Lung
Director

Hong Kong, 30 August 2001

** For identification purpose only*

Please also refer to the published version of this announcement in Hong Kong iMail and Hong Kong Economic Times.