



# HI SUN TECHNOLOGY (CHINA) LIMITED

高陽科技（中國）有限公司\*

(Incorporated in Bermuda with limited liability)

(Stock code: 818)

## TRANSFER OF SHARES IN A SUBSIDIARY OF THE COMPANY

The Company has been informed by the shareholders of Turbo Speed, a subsidiary of the Company, that each of ACME and COMTEL has transferred 1,709,402 Turbo Speed Preference Shares to the affiliated investment funds of Och-Ziff Capital Management Group on 8 December 2006.

As a result of the above transfer, ACME ceased to be a shareholder of Turbo Speed and each of (a) the affiliated investment funds of Och-Ziff Capital Management Group Funds and (b) COMTEL then holds 3,418,804 Turbo Speed Preference Shares respectively.

The Company has been informed by ACME Partner International Limited (“ACME”) and COMTEL Development Limited (“COMTEL”) that each of them has transferred 1,709,402 preference shares (“Turbo Speed Preference Shares”) in the share capital of Turbo Speed Technology Limited (“Turbo Speed”) to the affiliated investment funds of Och-Ziff Capital Management Group (collectively the “OZ Funds”) on 8 December 2006. The OZ Funds are also shareholders of the Company holding an aggregate of 30,000,000 ordinary shares representing approximately 1.6% of the total issued share capital of the Company as at the date of this announcement and holders of 380,389 convertible preference shares of Emerging Technology Limited, a subsidiary of the Company, which entitled the OZ Funds to convert up to a maximum of 64,356,618 ordinary share of the Company at an initial conversion price of HK\$1.088 per share representing approximately 3.31% of the total issued share capital of the Company as enlarged by the issue of the ordinary shares pursuant to such conversion.

As a result of the above transfer, (i) ACME ceased to be a shareholder of Turbo Speed, (ii) the shareholding of COMTEL in Turbo Speed decreased from 5,128,206 to 3,418,804 Turbo Speed Preference Shares and (iii) the OZ Funds became shareholders of Turbo Speed holding 3,418,804 Turbo Speed Preference Shares. The Company remains as a shareholder of Turbo Speed holding 35,897,440 ordinary shares of Turbo Speed.

To the best of the Directors’ knowledge, information and belief, having made all reasonable enquiry, each of COMTEL, ACME, the OZ Funds and its ultimate beneficial owners are independent of and not connected with the Company and the connected persons (as defined in the Listing Rules) of the Company.

This announcement is made by the order of the board of directors of the Company (the “Board”), of which the Directors individually and jointly accept responsibility for the accuracy of the information contained in this announcement.

By Order of the Board  
**Li Wenjin**  
Executive Director

Hong Kong, 8 December, 2006

As at the date of this announcement, the Board comprises six executive directors, namely Mr Cheung Yuk Fung, Mr Kui Man Chun, Mr Xu Wensheng, Mr Li Wenjin, Mr Chan Yiu Kwong and Mr Xu Chang Jun; and three independent non-executive directors, namely Mr Tam Chun Fai, Mr Xu Sitao and Mr Leung Wai Man, Roger.

\* For identification purpose only

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