



HI SUN TECHNOLOGY (CHINA) LIMITED

高陽科技（中國）有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 818)

Disclosure Pursuant to Rule 13.09 (1) of the Listing Rules

This announcement is made pursuant to Rule 13.09 (1) of the Listing Rules.

On 13 August 2008, the Company entered into the Letter of Intent with the Purchaser in respect of the Disposal of minority shareholding in Hangzhou PAX.

According to the Letter of Intent, the intended consideration for the Disposal will be further discussed and, subject to the satisfactory completion of the due diligence to be conducted by the Purchaser. The Disposal may or may not proceed and is subject to the entering into of a formal sale and purchase agreement.

If the Disposal proceeds, the transaction may constitute a notifiable transaction for the Company under Chapter 14 of the Listing Rules and further announcement will be made by the Company in accordance with the Listing Rules.

Shareholders of the Company and other investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made pursuant to Rule 13.09 (1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

On 13 August 2008, Hi Sun Technology (China) Limited (the “**Company**”) entered into a non-legally binding letter of intent (the “**Letter of Intent**”) with an independent third party purchaser (the “**Purchaser**”) in respect of the proposed disposal (the “**Disposal**”) of minority shareholding in Hangzhou PAX Electric Technology Limited (“**Hangzhou PAX**”, formerly known as Hangzhou Baifu Holding Company Limited). Hangzhou PAX, a wholly-owned subsidiary of the Company, is incorporated in the PRC and, together with its subsidiaries, principally engaged in the design, manufacture and sale of electronic power meters and provision of management and automation solutions for the electric power industry.

To the best knowledge, information and belief of the Company’s directors and having made all reasonable enquiries, the Purchaser is a third party independent of the Company and its connected persons (as defined under the Listing Rules).

According to the Letter of Intent, the intended consideration for the Disposal will be further discussed and, subject to the satisfactory completion of the due diligence to be conducted by the Purchaser. The Disposal may or may not proceed and is subject to the entering into of a formal sale and purchase agreement.

Unless further extended by the parties, the provisions of the Letter of Intent will automatically terminate on 8 October 2008.

As at the date hereof, no legally binding agreement has been entered into in connection with the Disposal and there is no assurance that the Disposal will materialize. If the Disposal proceeds, the transaction may constitute a notifiable transaction for the Company under Chapter 14 of the Listing Rules and further announcement will be made by the Company in accordance with the Listing Rules.

Shareholders of the Company and other investors are advised to exercise caution when dealing in the shares of the Company.

As at the date of this announcement, the Board consists of five executive Directors, namely Cheung Yuk Fung, Kui Man Chun, Xu Wensheng, Li Wenjin and Xu Chang Jun; and three independent non-executive Directors, namely Tam Chun Fai, Leung Wai Man, Roger and Xu Sitao.

By order of the Board
Li Wenjin
Executive Director

Hong Kong, 21 August 2008

** For identification purpose only*