



HI SUN TECHNOLOGY (CHINA) LIMITED

高陽科技(中國)有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 818)

MAJOR TRANSACTION IN RELATION TO ACQUISITION OF THE ENTIRE INTEREST IN BAIFU HOLDING AND PACIFIC SHEEN AND DISPOSAL OF 5% INTEREST IN HUALONG HOLDING COMPLETION ANNOUNCEMENT

Financial advisor to the Company



CIMB-GK Securities (HK) Limited

The Board is pleased to announce that the Acquisition and the Disposal have been completed on 30 July 2007.

Reference is made to the announcement dated 13 February 2007 and the circular dated 30 March 2007 (the “Circular”) issued by Hi Sun Technology (China) Limited (the “Company”). Unless the context requires otherwise, capitalized terms used in this announcement shall have the same meanings as those defined in the Circular.

The Board is pleased to announce that all conditions of the Agreement under the paragraph headed “Conditions precedent” of the Circular have been fulfilled and the Acquisition and the Disposal have been completed on 30 July 2007.

The consideration of RMB300,650,000 (equivalent to approximately HK\$310.7 million) for the Acquisition was reduced by the amount of dividends of RMB30,000,000 (equivalent to approximately HK\$31.0 million) Hualong Group declared and paid to the Vendors prior to the Completion. The consideration of RMB270,650,000 (equivalent to approximately HK\$279.7 million) for the Acquisition was satisfied by the Company as to:

- (a) a cash payment of RMB170,650,000 (equivalent to approximately HK\$176.3 million); and
- (b) the balance of RMB100,000,000 (equivalent to approximately HK\$103.3 million) by way of the Consideration Shares.

The Company received cash consideration of RMB15,032,500 (equivalent to approximately HK\$15.5 million) for the Disposal.

By Order of the Board
Li Wenjin
Executive Director

Hong Kong, 1 August 2007

Unless otherwise specified in this announcement, translations of RMB into HK\$ are made in this announcement, for illustration only, at the rate of RMB0.9677 to HK\$1. No representation is made that any amount in RMB could have been or could be converted at that rate or any other rates.

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”