



## HI SUN TECHNOLOGY (CHINA) LIMITED

高陽科技(中國)有限公司\*

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 818)**

### CONVERSION OF CONVERTIBLE PREFERENCE SHARES IN A SUBSIDIARY OF THE COMPANY

The Company has received a notice from HTSS on 28 September 2007 that it would like to exercise the conversion rights attached to the 380,389 Convertible Preference Shares in Emerging Technology, a subsidiary of the Company into Shares.

As a result of the above conversion, the Company has issued and allotted 64,356,618 new Shares to HTSS represents approximately 3.06% of the existing entire issued share capital of the Company and approximately 2.97% of the total issued share capital of the Company as enlarged by the above conversion on 28 September 2007.

On 28 September 2007, the Company received a notice from HTSS ET Capital Limited (“HTSS”) for the conversion of all the 380,389 convertible preference shares (“Convertible Preference Shares”) in Emerging Technology Limited (“Emerging Technology”) held by it into the ordinary shares (“Shares”) of the Company pursuant to the terms of the subscription agreement (“Subscription Agreement”) dated 21 August 2006 entered into among Emerging Technology, HTSS, OZ Master Fund, Ltd., OZ Asia Master Fund, Ltd., OZ Global Special Investments Master Fund, L. P. and the Company, details of which were announced by the Company on 25 August 2006.

As a result of the above conversion, 64,356,618 new Shares were issued and allotted to HTSS at a conversion price of HK\$1.088 per Share on 28 September 2007 representing approximately 3.06% of the existing entire issued share capital of the Company and approximately 2.97% of the total issued share capital of the Company as enlarged by the above conversion.

By order of the Board

**Li Wenjin**

*Executive Director*

Hong Kong, 11 October 2007

*As at the date of this announcement, the Board consists of 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”