

This advertisement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities.

The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and Hong Kong Securities Clearing Company Limited ("Hongkong Clearing") take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

Terms defined in the Prospectus shall have the same meanings when used herein unless the context otherwise requires.



Yixing Xinwei Holdings Limited

宜興新威控股有限公司

(incorporated in the Cayman Islands with limited liability)

Placing and New Issue

Number of Placing Shares:	135,000,000 Shares, subject to adjustment
Number of New Issue Shares:	15,000,000 Shares, subject to adjustment
Issue price:	HK\$0.93 per Share
Nominal value:	HK\$0.10 each
Stock code:	769

Sponsors



China Everbright Capital Limited



Vickers Ballas Capital Limited

Underwriters

China Everbright Securities (HK) Limited

Vickers Ballas Capital Limited

Kim Eng Securities (Hong Kong) Limited

Shenyin Wanguo Capital (H.K.) Limited

Kingsway SW Securities Limited

Application has been made to the Listing Committee of the Stock Exchange for the listing of, and permission to deal in, the shares of HK\$0.10 each (the "Shares") in the share capital of Yixing Xinwei Holdings Limited (the "Company") in issue and to be issued as described in the prospectus of the Company dated 5th October, 1999 (the "Prospectus"), including any Shares which may be issued pursuant to the exercise of the Over-Allotment Option (as defined in the Prospectus) or the exercise of subscription rights attaching to the options granted under the Share Option Scheme of the Company. Dealings in the Shares on the Stock Exchange are expected to commence on Friday, 15th October, 1999. Subject to the granting of listing of, and permission to deal in, the Shares on the Stock Exchange as well as compliance with the stock admission requirements of Hongkong Clearing, the Shares will be accepted as eligible securities by Hongkong Clearing for deposit, clearance and settlement in CCASS with effect from the commencement date of dealings in the Shares on the Hong Kong Stock Exchange or such other date as determined by Hongkong Clearing. All activities under CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time.

The issue of initially 150,000,000 Shares comprises an offer (the "New Issue") of initially 15,000,000 Shares ("New Issue Shares") to the public in Hong Kong and a placing (the "Placing") of initially 135,000,000 Shares to investors in Hong Kong (the New Issue and the Placing, collectively referred to herein, the "Share Offer"). For allocation purposes only, the Shares available for subscription by the public under the New Issue, after taking account of any adjustment of the Shares between the Placing and the New Issue, will be divided equally into two pools: pool A and pool B. The New Issue Shares in pool A will be allocated on an equitable basis only to applicants who have applied for Shares with a total subscription amount (excluding brokerage and Stock Exchange transaction levy payable thereon) of HK\$5 million or less. The New Issue Shares in pool B will be allocated on an equitable basis only to applicants who have applied for New Issue Shares with a total subscription amount (excluding brokerage and Stock Exchange transaction levy payable thereon) of more than HK\$5 million and up to the total value of pool B. Applicants should be aware that applications in pool A and applications in pool B may receive different allocation ratios. If the New Issue Shares in one pool (but not both pools) are undersubscribed, the surplus New Issue Shares will be transferred to the other pool to satisfy demand in that pool and be allocated accordingly. Applicants can only receive an allocation of New Issue Shares from either pool A or pool B but not from both pools and can only make applications to either pool A or pool B. It should be noted that under the Rules Governing the Listing of Securities on the Stock Exchange, multiple or suspected multiple applications or any application made by one applicant on (an) application form(s) of any colour for more than 7,500,000 Shares, being 50 per cent. of the New Issue Shares initially being offered to the public, will be rejected and only one application on a white or yellow application form may be made for the benefit of any person. Applications for Shares under the New Issue will be rejected if the applicants have been allotted with Shares under the Placing.

The Share Offer is conditional on the conditions as stated in the paragraph headed "Conditions of the Share Offer" in the section headed "Structure of the Share Offer" in the Prospectus. If the conditions are not fulfilled on or before 4th November, 1999, application monies received from applicants under the New Issue will be refunded, without interest, on the terms set out under the paragraph headed "Refund of your money" on the application forms.

Applications for the New Issue Shares will only be considered on the basis of the terms and conditions of the Prospectus and the related application forms. Applicants who would like to be allotted New Issue Shares in their own names should complete and sign the WHITE application forms. Applicants who would like to have the allotted New Issue Shares issued in the name of HKSCC Nominees Limited and deposited directly into CCASS for credit to their investor participant stock accounts or their designated CCASS participants' stock accounts maintained in CCASS should complete and sign the YELLOW application forms, copies of which, together with copies of the Prospectus, may be obtained during normal business hours from 9 a.m. on 5th October, 1999 until 12 noon on 8th October, 1999 from the Service Counter of Hongkong Clearing at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong or its Investor Service Centre at Room 1901, Chinachem Exchange Square, 1 Hoi Wan Street, Quarry Bay, Hong Kong.

WHITE application forms, together with copies of the Prospectus, may be obtained during normal business hours from 9 a.m. on Tuesday, 5th October 1999 until 12 noon on Friday, 8th October 1999 from:

- any member of **The Stock Exchange of Hong Kong Limited**;
- China Everbright Securities (HK) Limited**, 36th Floor, Far East Finance Centre, 16 Harcourt Road, Admiralty, Hong Kong;
- Vickers Ballas Capital Limited**, 19th Floor, Far East Finance Centre, 16 Harcourt Road, Admiralty, Hong Kong;
- China Everbright Capital Limited**, 40th Floor, Far East Finance Centre, 16 Harcourt Road, Admiralty, Hong Kong;
- Shenyin Wanguo Capital (H.K.) Limited**, 28th Floor, Citibank Tower, Citibank Plaza, 3 Garden Road, Hong Kong;
- Kim Eng Securities (Hong Kong) Limited**, 8th Floor, Alexandra House, 16-20 Chater Road, Central, Hong Kong;
- Kingsway SW Securities Limited**, 10 Ice House Street, 12/F., 121 New Henry House, Central, Hong Kong;

and any one of the following branches of **Standard Chartered Bank**:

Hong Kong Island:

The Landmark Branch
Des Voeux Road Branch

Exchange Square Branch

CIG Building Branch

Causeway Bay Branch
Taikoo Place Branch

Kowloon:

Kwun Tong Branch
Mongkok Bank Centre Branch
Tsimshatsui Branch
Cheung Sha Wan Branch

New Territories:

Tsuen Wan Branch

The Landmark, 15 Queen's Road Central
Standard Chartered Bank Building,
4-4a Des Voeux Road Central
Shop 101, One Exchange Square,
8 Connaught Place, Central
Shop B, G/F, CIG Building,
141 Des Voeux Road Central
1 Sugar Street, Causeway Bay
G/F, 969 King's Road, Quarry Bay

88-90 Fu Yan Street, Kwun Tong
Bank Centre, 630-636 Nathan Road, Mongkok
10 Granville Road, Tsimshatsui
828 Cheung Sha Wan Road,
Cheung Sha Wan

Basement 1/F, Emperor Plaza,
263 Sha Tsui Road, Tsuen Wan

Both WHITE and YELLOW application forms completed in all respects (to which cheques or banker's cashier orders should be securely stapled) should be deposited in the special collection boxes provided at any of the branches of Standard Chartered Bank referred to above on the following dates during the following times:

Tuesday, 5th October, 1999 — 9 a.m. to 4 p.m.
Wednesday, 6th October, 1999 — 9 a.m. to 4 p.m.
Thursday, 7th October, 1999 — 9 a.m. to 4 p.m.
Friday, 8th October, 1999 — 9 a.m. to 12 noon

Subject to the terms and conditions set out in the Prospectus and the related application forms, applications must be received by no later than 12 noon on Friday, 8th October, 1999 (or such later date as may apply in the case of a tropical cyclone warning signal No. 8 or above or a "black" rainstorm warning signal being in force in Hong Kong as described in the paragraph headed "Effect of bad weather on the opening of the application lists" in the section headed "How to apply for the New Issue Shares" in the Prospectus). Indication of interests in the Placing, results of applications and the basis of allotment of the New Issue Shares are scheduled to be published in the South China Morning Post (in English) and Hong Kong Economic Times (in Chinese) on or about Tuesday, 12th October, 1999.

If you have applied for 200,000 New Issue Shares or more on a WHITE application form and have indicated on your application form that you will collect your share certificate(s) and/or refund cheque, you may collect it/them in person from Central Registration Hong Kong Limited, Shops 1712-1716, 17/F, Hopewell Centre, 183 Queen's Road East, Hong Kong between 9 a.m. and 1 p.m. on Wednesday, 13th October, 1999. You must show your identification document to collect your share certificate(s) and/or refund cheque. If you do not collect your share certificate(s) and/or refund cheque, if any, they will be sent to the address on your application form on or after 13th October, 1999 by ordinary post and at your own risk. If you have applied for 200,000 New Issue Shares or above and have not indicated on your application form that you will collect your share certificate(s) and/or refund cheque, if any, in person or if you have applied for less than 200,000 New Issue Shares, then your share certificate(s) and/or refund cheque will be sent to the address on your application form, by ordinary post and at your own risk on Wednesday, 13th October, 1999.

If you have applied for the New Issue Shares on a YELLOW application form and your application is wholly or partially successful, your share certificate(s) will be issued in the name of HKSCC Nominees Limited and deposited into CCASS for credit to your investor participant stock account or your designated CCASS participant's stock account as instructed by you by the close of business on Wednesday, 13th October, 1999 or any other date as shall be determined by Hongkong Clearing or HKSCC Nominees Limited. You should check the number of New Issue Shares allotted to you with your designated CCASS participant, if you are applying through a designated CCASS participant, or via the CCASS Phone System, if you are applying as an investor participant. For investor participants, Hongkong Clearing will also mail to you an Activity Statement showing the number of New Issue Shares credited to your investor participant stock account.

Hong Kong, 5th October, 1999