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Datasys Technology Holdings Limited
迪斯數碼科技集團有限公司

(Incorporated in the Cayman Islands with limited liability)

POSTPONEMENT OF BOARD MEETING

The Board hereby announces that the board meeting originally scheduled to be held on even date will be postponed to no later than 30 May 2003.

As stated in the Announcement, the Company has breached Rules 18.49 and 18.03 of the GEM Listing Rules due to the postponement of the publication of its audited results and the despatch of its annual report for the year ended 31 December 2002.

The Stock Exchange reserves the right to take appropriate action regarding the above breaches of the GEM Listing Rules.

With reference to the notice of board meeting of Datasys Technology Holdings Limited (the “Company”) dated 24 April 2003 and the announcement of the Company dated 17 April 2003 (the “Announcement”), the directors of the Company (the “Directors”) hereby announces that the board meeting originally scheduled to be held on even date will be postponed to no later than 30 May 2003. Capitalised terms used herein shall have the same meanings ascribed to them in the Announcement unless otherwise stated.

As stated in the Announcement, the Group is experiencing difficulties in collecting outstanding balances owed by the Relevant Customers to the Group. Since the publication of the Announcement, staff of the Company attempted to negotiate with the Relevant Customers for the settlement of their outstanding balances. However, staff of the Company was unable to contact members of the Relevant Customers’ management due to the continued outbreak of sever acute respiratory syndrome (“SARS”) in the PRC. As a result of the outbreak of SARS in the PRC, some clients of the Group, including the Relevant Customers, are not in full operation and staff of the Group was not able to contact the responsible persons of the Relevant Customers at their respective offices through phone, fax or e-mail. As a result, the outstanding balances from the Relevant Customers remain outstanding as of the date of this announcement. The Relevant Customers, which are all active customers of the Group, are located in Henan, Jilin and Guangdong of the PRC.

The Directors have considered to make provisions for the outstanding balances from the Relevant Customers. However, due to the historic relationship between the Group and the Relevant Customers and the fact that the Relevant Customers are all state-owned enterprises, the Directors are confident that the full balance of the outstanding amounts with an aggregate value of approximately RMB24.4 million will be collected over time. Accordingly, the Directors consider that making provisions for these outstanding balances in the year ended 31 December 2002 will in a way manipulate the profits of the Company as

these amounts will be written-back in the subsequent year when the Company does collect the outstanding balances. As such, the Directors are of the view that making any provision or issuing audited accounts that are qualified is not appropriate at this stage.

The Directors are in the process of arranging negotiations with the Relevant Customers for the collection the outstanding balances from the Relevant Customers. Based on the current situation, the Directors are confident that amounts to the satisfaction of the Company's auditors will be collected from the Relevant Customers in about three weeks' time. Subject to the collection of such amounts, the auditors of the Company will finalise the audited accounts of the Company for the year ended 31 December 2002 no later than 30 May 2003. The Company's audited results will be approved at a board meeting to be held on the same day when the final audited accounts are available and a separate notice of board meeting will be published. Furthermore, the Results Announcement will be published on the date of the board meeting while the Annual Report is expected to be dispatched within one week after the date of the board meeting.

The Directors have undertaken that the audited results announcement for the year ended 31 December 2002, regardless of whether the audited results are qualified or not, will be published on or before 30 May 2003. The Directors have confirmed that the unaudited results for the three months ended 31 March 2003 will be published on 15 May 2003 as stated in the Company's announcement dated 5 May 2003.

As stated in the Announcement, the Company has breached Rules 18.49 and 18.03 of the GEM Listing Rules due to the postponement of the publication of its audited results and the despatch of its annual report for the year ended 31 December 2002.

The Directors have confirmed that they would comply with Rule 5.51 of the GEM Listing Rules. They have not dealt in any securities of the Company since 1 March 2003 and the Directors will not deal in the securities of the Company until the Results Announcement is made.

Investors should be aware that the results announced on 20 March 2003 are unaudited and are subject to audit adjustments. Investors should exercise extreme caution when dealing in the shares of the Company.

Save as disclosed in this announcement, the Directors have confirmed that they are not aware of any matters that should be brought to the attention of the shareholders of the Company.

The Stock Exchange reserves the right to take appropriate action regarding the above breaches of the GEM Listing Rules.

By order of the Board
Datasys Technology Holdings Limited
Ding Wei Ming, William
Chairman

Beijing, the PRC, 9 May 2003

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange for the purpose of giving information with regard to the Company. The directors of the Company, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in their announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

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