

*The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## **ECO-TEK HOLDINGS LIMITED**

**環康集團有限公司\***

*(Incorporated in the Cayman Islands with limited liability)*

(Stock code: 8169)

### **DISCLOSURE OF TRADE RECEIVABLE PURSUANT TO RULES 17.15 AND 17.17 OF THE GEM LISTING RULES**

As at 31 May 2004, there were 552,800,000 shares of the Company in issue. Based on the average closing price of the Company's share of HK\$0.24 per share as stated in the Stock Exchange's daily quotation sheets for the trading days from 21 May to 28 May 2004 (both days inclusive), being the five business days immediately preceding 31 May 2004, the Total Market Capitalisation was approximately HK\$132,672,000.

As at 31 October 2003, the audited consolidated total asset value of the Group was approximately HK\$97,069,000.

This announcement is made pursuant to rules 17.15 and 17.17 of the GEM Listing Rules to disclose one trade receivable of the Group which individually exceeds 8% of the Total Market Capitalisation and exceeds 8% of the audited consolidated total asset value of the Group as at 31 October 2003 which amounted to approximately HK\$97,069,000.

Pursuant to rules 17.15 and 17.17 of the Rules Governing the Listing of Securities on the Growth Enterprise Market (the "GEM Listing Rules") of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"), a disclosure obligation arises where the relevant advance to an entity from Eco-Tek Holdings Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") exceeds 8% of the Total Market Capitalisation (as defined below) or exceeds 8% of the audited consolidated total asset value of the Group as at 31 October 2003 which amounted to approximately HK\$97,069,000.

As at 31 May 2004, there were 552,800,000 shares of the Company in issue. Based on the average closing price of the Company's shares of HK\$0.24 per share as stated in the Stock Exchange's daily quotation sheets for the trading days from 21 May to 28 May 2004 (both days inclusive), being the five business days immediately preceding 31 May 2004, the five-day average market capitalisation of the Company was approximately HK\$132,672,000 (the "Total Market Capitalisation").

As at 31 May 2004, the following trade receivable from a customer of the Group (the “Trade Receivable”) exceeded 8% of the Total Market Capitalisation and the audited consolidated total asset value of the Group as at 31 October 2003:

<u>Customer</u>	<u>Amount due to the Group</u> <i>(HK\$)</i>	<u>% of Total Market Capitalisation</u>	<u>% of the audited consolidated total asset value of the Group as at 31 October 2003</u>
The Environmental Protection Department of the Government of Hong Kong Special Administrative Region	16,330,056	12.3%	16.8%

The Environmental Protection Department of the Government of Hong Kong Special Administrative Region (the “EPD”) is one of the customers of the Group and is independent of, and is not connected with, the Company or its subsidiaries, the directors, chief executive or substantial shareholders of the Company and its subsidiaries or their respective associates (as defined in the GEM Listing Rules).

The Trade Receivable was resulted from sales and installations of diesel oxidation catalysts on qualified diesel vehicles to the EPD by the Group in its ordinary course of business and on normal commercial terms. It is unsecured and interest free, and the EPD has been paying to the Group for its purchases in accordance with the contract signed with the Group (i.e. the EPD is required to pay (i) 80% of the invoice amount to the Group one month upon receiving the claims submitted by the Group; (ii) another 10% of the invoice amount to the Group 3 months after the invoice date; and (iii) the remaining 10% of the invoice amount to the Group after the completion of 60 months from the invoice date if no complains are received from the qualified diesel vehicle owners after successful installations of the diesel oxidation catalysts).

The Company will comply with the relevant disclosure requirements pursuant to Rule 17.22 of the GEM Listing Rules for so long as the circumstances giving rise to such disclosure obligation continue to exist.

As at the date of this announcement, the directors are as follows:

**Executive directors:**

Dr. Chiang Lily (Chairman)  
Dr. Pau Kwok Ping  
Mr. Shah Tahir Hussain

**Non-executive directors:**

Dr. Lui Sun Wing  
Mr. Young Meng Cheung Andrew

**Independent Non-executive directors:**

Ms. Chan Siu Ping Rosa  
Mr. Takeuchi Yutaka  
Professor Ni Jun

**For and on behalf of  
The board of directors of  
Eco-Tek Holdings Limited**

**Pau Kwok Ping**  
*Managing Director*

Hong Kong, 4 June 2004

*\* For identification purpose only.*

*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 GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) 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.*

*This announcement will remain on the "Latest Company Announcements" page of the GEM website for at least 7 days from the date of publication.*