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# KONG SUN HOLDINGS LIMITED

## 江山控股有限公司

*(incorporated in Hong Kong with limited liability)*

### DELAY IN ANNUAL RESULTS ANNOUNCEMENT AND DESPATCH OF ANNUAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2002

The annual results announcement of Kong Sun Holdings Limited (the "Company") for the year ended 31st December, 2002 (the "Annual Results Announcement") shall be delayed to on or before 23rd May, 2003. Accordingly, the annual report of the Company for the year ended 31st December, 2002 (the "Annual Report") to be despatched to its shareholders shall be delayed to on or before 31st May, 2003.

The directors of the Company acknowledge that the delay shall constitute a breach of paragraphs 8(1) and 11(1) of the Listing Agreement and that The Stock Exchange of Hong Kong Limited reserves its rights to take appropriate actions against the Company and/or its directors in respect of the breach.

**Shareholders of the Company and the public are advised to exercise caution when dealing in the securities of the Company.**

The directors of the Company announce that there shall be a delay in the publication of the audited results of the Company and its subsidiaries (the "Group") for the year ended 31st December, 2002 and the despatch of Annual Report which should have been published on 23rd April 2003 and despatched on or before 30th April 2003 respectively. The Annual Results Announcement is expected to be published on or before 23rd May 2003 and the Annual Report is expected to be despatched to the shareholders of the Company on or before 31st May, 2003. The directors and the auditors of the Company have confirmed that the revised target dates for the release of the Annual Results Announcement and the despatch of the Annual Report are achievable and realistic.

The delay is mainly due to circumstances outside the control of the management. On 29th March, 2003, the Company has been informed that certain staff members of one of the tenants on the same floor as the Company have contracted atypical pneumonia. As a result, the management of the Company decided it is in the best interest of the staff of the Company to close its office for a period of four business days from 31st March, 2003 to 3rd April, 2003, both days inclusive, as part of the precautionary measures and to ensure staff members of the Company are not infected. The temporary closure of the office has led to a back-log of work and delay in producing further documents necessary for the auditors of the Company to complete the audit. Members of the Company's accounting team have also been reluctant to travel to and/or stay long enough in the PRC to carry out the preparation and review of the accounts of the PRC subsidiaries of the Company. As a result of the foregoing, the auditors of the Company are not able to complete the audit on time. The delay is to allow more time for additional and necessary information and evidence to be gathered by the management, in particular the compilation of the accounts of overseas subsidiaries of the Company, and its auditors in order to conduct proper audit procedures necessary for the purpose of finalising the audit of the annual results of the Company. The directors of the Company shall use its best endeavours to ensure the Annual Results Announcement and the Annual Report are published and despatched as soon as possible and no later than 23rd May, 2003 and 31st May, 2003 respectively.

Pursuant to the Listing Agreement, the Annual Results Announcement is required to be published and the Annual Report despatched to its shareholders on or before 30th April, 2003. The directors of the Company acknowledge that the delay in publishing the Annual Results Announcement and the despatch of the Annual Report shall constitute a breach of paragraphs 8(1) and 11(1) of the Listing Agreement and that The Stock Exchange of Hong Kong Limited reserves its rights to take appropriate actions against the Company and/or its directors in respect of the breach.

Each director of the Company is aware of and will comply with Rule A3 of Appendix 10 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The directors of the Company have respectively confirmed that they have not dealt in the shares of the Company since 22nd March, 2003 and have also undertaken not to deal in the shares of the Company until the publication of the Annual Results Announcement.

**Shareholders of the Company and the public are advised to exercise caution when dealing in the securities of the Company.**

By Order of the Board  
**Kong Sun Holdings Limited**  
**Kong Look Sen**  
*Chairman and Managing Director*

Hong Kong, 25th April, 2003

Please also refer to the published version of this announcement in The Standard.