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This announcement, for which the directors (the “Directors”) of Angels Technology Company Limited 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 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: (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 this 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.



ANGELS

ANGELS TECHNOLOGY COMPANY LIMITED

英君技術有限公司

(Incorporated in the Cayman Islands with limited liability)

DISCLOSURE OF ADVANCE TO AN ASSOCIATED COMPANY

As at 31 December 2002, the amount owned by CTIA to the Group was HK\$7,488,000, representing approximately 58% of the audited consolidated net tangible assets of the Group as at 31 December 2002. This announcement is made pursuant to Rules 17.15, 17.17 and 17.18 of the GEM Listing Rules.

On 11 April, 2002, the board of directors (“the Board”) of Angels Technology Company Limited (the “Company”) announced the acquisition of 40% equity interest in, and the assignment of the benefit of a loan (the “Shareholder’s Loan”) of US\$960,000 (equivalent to approximately HK\$7,488,000) which represented 40% of the Shareholder’s Loan owed by, CTIA VSAT Network Limited (“CTIA”) at a consideration of HK\$14.4 million. In consideration of the acquisition, the Company issued and allotted of 12,000,000 new shares of HK\$0.10 each at an issue price of HK\$1.20 per consideration share. The acquisition of CTIA was completed on 26 April 2002 and CTIA became an associated company of the Company. The Shareholder’s Loan is unsecured, interest free and repayment is due on 5 October 2005.

As announced in the results announcement of the Company for the year ended 31 December 2002 by the Board on 25 March 2003, the audited consolidated net tangible assets of the Group as at 31 December 2002 was approximately HK\$12.9 million. The Shareholder’s Loan of HK\$7,488,000 represented approximately 58% of the audited consolidated net tangible assets of the Group as at 31 December 2002. Accordingly, the amount of the Shareholder’s Loan exceeds 25% of the audited consolidated net tangible assets of the Group as at 31 December 2002. This announcement is made pursuant to Rules 17.15,

17.17 and 17.18 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.

Save as disclosed above, no advance, financial assistance nor guarantee to affiliated company was made after 31 December 2002 which would give rise to disclosure obligation pursuant to Rule 17.18 of the GEM Listing Rules.

By order of the Board
Yan, Daniel X.D.
Chairman

Hong Kong, 25 March 2003

This announcement will remain on the GEM website at www.hkgem.com on the “Latest Company Announcements” page for at least seven days from the date of its posting.