



## Chevalier International Holdings Limited

(incorporated in Bermuda with limited liability)

## Chevalier iTech Holdings Limited

(incorporated in Bermuda with limited liability)

### PROPOSED CONSOLIDATION OF SHARES

Shares consolidation of CIHL and CiTL will become effective on 6 June, 2003.

Further to the joint announcement of Chevalier International Holdings Limited (“CIHL”) and Chevalier iTech Holdings Limited (“CiTL”) dated 30 April, 2003 (the “Previous Announcement”), the respective board of directors of CIHL and CiTL announce that the CIHL Shares Consolidation and the CiTL Shares Consolidation have been approved by shareholders at the respective special general meeting held on 5 June, 2003 and the Listing Committee of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) has granted listing of, and permission to deal in, the CIHL New Shares and the CiTL New Shares (both terms as defined below). Terms used in this announcement shall have the same meanings as set out in the Previous Announcement.

Accordingly, with effect from 6 June 2003 (Hong Kong time),

- (i) every 5 issued and unissued ordinary shares of HK\$0.25 each in the capital of CIHL (“CIHL Existing Shares”) into one new ordinary share of HK\$1.25 each in the capital of CIHL (“CIHL New Shares”); and
- (ii) every 5 issued and unissued ordinary shares of HK\$0.10 each in the capital of CiTL (“CiTL Existing Shares”) into one new ordinary share of HK\$0.50 each in the capital of CiTL (“CiTL New Shares”).

Set out below the trading arrangement in respect of the shares consolidations:-

#### Expected timetable

	2003
Effective date of the consolidation .....	Friday, 6 June
Original counters for trading in existing shares in the form of existing share certificates in board lots of 2,000 CIHL Existing Shares (pink) and 4,000 CiTL Existing Shares (dark blue) temporarily close	9:30 a.m. on Friday, 6 June
Temporary counters for trading in new shares in the form of existing share certificates in board lots of 400 CIHL New Shares (pink) and 800 CiTL New Shares (dark blue) open	9:30 a.m. on Friday, 6 June
Original counters for trading in new shares in the form of new share certificates in board lots of 2,000 CIHL New Shares (red) and 4,000 CiTL New Shares (green) reopen	9:30 a.m. on Friday, 20 June
Parallel trading in new shares in the form of existing share certificates for CIHL and CiTL and new share certificates commences	9:30 a.m. on Friday, 20 June
Parallel trading in new shares in the form of existing share certificates and new share certificates ends	4:00 p.m. on Monday, 14 July
Temporary counters for trading in new shares in the form of existing share certificates in board lots of 400 CIHL New Shares (pink) and 800 CiTL New Shares (dark blue) close	4:00 p.m. on Monday, 14 July
Matching service for the sale and purchase of odd lots of new shares	from Friday, 20 June to Monday, 14 July
Free exchange of existing share certificates for new share certificates for new shares	from Friday, 6 June to Thursday, 17 July

#### Board lot

The existing board lot of shares of CIHL and CiTL for trading on the Stock Exchange will remain unchanged upon the respective consolidation becomes effective.

#### Free exchange of new share certificates

New share certificates will be issued in board lots of 2,000 CIHL New Shares (coloured red) and board lots of 4,000 CiTL New Shares (coloured green). Share certificates of CIHL Existing Shares (coloured pink) and CiTL Existing Shares (coloured dark blue) can be submitted to CIHL or CiTL’s Hong Kong Branch Share Registrars, Standard Registrars Limited at G/F, Bank of East Asia Harbour View Centre, 56 Gloucester Road, Wanchai, Hong Kong for exchange of new share certificates, free of charge, between 9:00 a.m. and 4:00 p.m. from 6 June, 2003 to 17 July, 2003, both days inclusive. Thereafter, the existing share certificates for CIHL

Existing Shares and CiTL Existing Shares will remain effective as documents of title, on the basis of 5 CIHL Existing Shares for 1 CIHL New Share and 5 CiTL Existing Shares for 1 CiTL New Share, and may be exchanged for new share certificates for the CIHL New Shares and CiTL New Shares respectively at any time on payment of a prescribed fee not exceeding the permitted levels under the Rules Governing the Listing of Securities on the Stock Exchange. It is expected that the share certificates for CIHL New Shares or CiTL New Shares will be available for collection within a period of 10 business days after the submission of the respective existing share certificates to Standard Registrars Limited for exchange.

**Fractional entitlement**

Fractions of new shares arising upon the respective consolidation will be aggregated and sold for the benefit of the relevant companies.

**Parallel trading arrangements**

Arrangement for parallel trading of the share certificates of the CIHL New Shares, CiTL New Shares, CIHL Existing Shares and CiTL Existing Shares will be established with the Stock Exchange and will be operated from 20 June, 2003 to 14 July, 2003, both days inclusive. After 14 July, 2003, trading will only be in the form of the red and green share certificates for CIHL New Shares and CiTL New Shares respectively.

**Arrangement on odd lot trading**

In order to facilitate the trading of odd lots of CIHL New Shares and CiTL New Shares as a result of the CIHL Shares Consolidation and CiTL Shares Consolidation, CIHL and CiTL have appointed BNP Paribas Peregrine Securities Limited at 36th Floor, Asia Pacific Finance Tower, 3 Garden Road, Central, Hong Kong (Telephone number: (852) 2825 1888) to act as agent in providing a “matching service” to those shareholders of CIHL or CiTL who wish to top-up or sell their holdings of odd lots of the CIHL New Shares or CiTL New Shares during the period from 20 June, 2003 to 14 July, 2003, both dates inclusive. Holders of CIHL New Shares or CiTL New Shares in odd lots who wish to take advantage of this facility either to dispose of or top up their odd lots to a board lot may, directly or through their brokers, contact Mr Hugo Leung of BNP Paribas Peregrine Securities Limited during such period.

By Order of the Board  
**Chevalier International Holdings Limited**  
**Chow Yei Ching**  
*Chairman and Managing Director*

By Order of the Board  
**Chevalier iTech Holdings Limited**  
**Chow Yei Ching**  
*Chairman*

Hong Kong, 5 June, 2003

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