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FAR EAST TECHNOLOGY INTERNATIONAL LIMITED

遠東科技國際有限公司

(Incorporated in Hong Kong with limited liability)

Website: <http://www.fet.com.hk>

The recent increase in share price and trading volume are noted by the Directors of the Company. The Directors are not aware of any reasons for such increase save and except the reasons as disclosed below.

The Directors of the Company wish to state that preliminary discussions are taking place with an independent third party not connected with any of the directors, chief executive or substantial shareholders of the Company or its subsidiaries or their respective associates (as defined in the Rules Governing the Listing of Securities on the Stock Exchange) in relation to the Acquisition which may constitute a Discloseable Transaction under Chapter 14 of the Listing Rules. However, the discussion for the Acquisition is at the preliminary stage and no legally binding agreement has been entered into with any party. The Acquisition may or may not proceed. If necessary, the Company will make relevant announcement as soon as practicable.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made at the request of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The recent increase in share price and trading volume are noted by the directors of the Company (the "Directors").

The Directors of the Company wish to state that preliminary discussions are taking place with an independent third party not connected with any of the directors, chief executive or substantial shareholders of the Company or its subsidiaries or their respective associates (as defined in the Rules Governing the Listing of Securities on the Stock Exchange) in relation to an acquisition (the "Acquisition") which may constitute a Discloseable Transaction under Chapter 14 of the Listing Rules. However, the discussion for the Acquisition is at the preliminary stage and no legally binding agreement has been entered into with any party. The Acquisition may or may not proceed. If necessary, the Company will make relevant announcement as soon as practicable.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

Save as disclosed above, the Company confirms that there are no other negotiations or agreements relating to intended acquisitions or realisations which are discloseable under paragraph 3 of the Listing Agreement neither are the Directors aware of any matter discloseable under the general obligation imposed by paragraph 2 of the Listing Agreement, which is or may be of a price-sensitive nature.

By Order of the Board of
FAR EAST TECHNOLOGY INTERNATIONAL LIMITED
Duncan Chiu
Deputy Managing Director

Hong Kong, 13 December 2001