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# SUN EAST TECHNOLOGY (HOLDINGS) LIMITED

日東科技(控股)有限公司\*

(Incorporated in Bermuda with limited liability)

(Stock code: 365)

## DESPATCH OF RIGHTS ISSUE DOCUMENTS

Financial adviser to the Company



Guotai Junan Capital Limited

Underwriter



Guotai Junan Securities (Hong Kong) Limited

The Directors wish to announce that the Rights Issue Documents, comprising the Prospectus, the PALs and the EAFs, in relation to the Rights Issue, were despatched to the Qualifying Shareholders on 8 December 2006.

Reference is made to the announcement dated 17 November 2006 of the Company (the "Announcement") in relation to, inter alia, the Rights Issue. Capitalised terms used herein shall have the same meanings as defined in the Announcement unless otherwise stated.

### DESPATCH OF RIGHTS ISSUE DOCUMENTS

The Rights Issue Documents, comprising the Prospectus, the PALs and the EAFs, in relation to the Rights Issue, were despatched to the Qualifying Shareholders on 8 December 2006. Based on the register of members of the Company on the Record Date, all Shareholders had their registered addresses in Hong Kong, and therefore there was no Excluded Shareholder.

An application has been made to the Listing Committee of the Stock Exchange for the listing of, and permission to deal in, the Rights Shares in both their nil-paid and fully-paid forms. Dealings of the Rights Shares in their nil-paid form will commence on Wednesday, 13 December 2006 and will end on Wednesday, 20 December 2006 (both days inclusive).

### LATEST TIME FOR ACCEPTANCE AND PAYMENT

The latest time for acceptance and payment of the Rights Shares is 4:00 p.m. on Wednesday, 27 December 2006.

### ADJUSTMENT TO THE SHARE OPTIONS

Under the terms of the Share Option Scheme, adjustments to the exercise price or number of securities subject to options granted so far as unexercised are required upon the completion of the Rights Issue.

The adjustments to the initial exercise price of shares exercisable under the outstanding share options of the Company and the adjustments to the number of outstanding options are as follows:—

Date of Grant of Share Options	Outstanding Share Options prior to the Rights Issue	Exercise Price Per Share Option HK\$	Adjusted Outstanding Share Options after the Rights Issue	Adjusted Exercise Price HK\$
31 August 2005	31,200,000	0.6300	35,225,806	0.5580

The adjustments are made in compliance with the note to Rule 17.03(13) of the Listing Rules and the terms of the Share Option Scheme.

Separate notification regarding the adjustments will be sent to the holders of the Share Options in due course.

### WARNINGS OF THE RISKS OF DEALING IN THE SHARES AND RIGHTS SHARES

The Rights Shares will be dealt in their nil-paid form from Wednesday, 13 December 2006 to Wednesday, 20 December 2006 (both days inclusive). Such dealings will take place when the conditions of the Rights Issue remain unfulfilled. Any person dealing in the securities of the Company from now up to the date on which all such conditions are fulfilled (or, if appropriate, waived) and any person dealing in the nil-paid Rights Shares from Wednesday, 13 December 2006 to Wednesday, 20 December 2006 (being the first and the last days of dealing in the nil-paid Rights Shares respectively) will accordingly bear the risk that the Rights Issue may not become unconditional and may not proceed. Any person dealing or contemplating any dealing in the securities of the Company and/or the Right Shares in their nil-paid form during this period who is in any doubt about his or her position is recommended to consult his or her own professional adviser.

By Order of the Board  
Sun East Technology (Holdings) Limited  
But Tin Fu  
Chairman

Hong Kong, 8 December 2006

\* For identification purpose only

As of the date of this announcement, the Board comprised Mr. But Tin Fu, Mr. But Tin Hing, Mr. Leung Cheong and Mr. Leung Kuen, Ivan as Executive Directors; Mr. See Tak Wah, Prof. Xu Yang Sheng and Mr. Yau Wing Keung, Frankie as Independent Non-executive Directors.