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# CAPITAL PROSPER LIMITED

*(Incorporated in Bermuda with limited liability)*

(Stock Code : 1003)

## EXCEPTIONAL PRICE MOVEMENT

The Directors have noted the recent increase in the price of the shares of the Company on 25 June 2004. The Directors wish to announce that while the Company has held preliminary discussions for the Proposed Transaction, the Company has not entered into any binding agreement in relation thereto as at the date of this announcement.

The directors (the **"Directors"**) of Capital Prosper Limited (the **"Company"**) have noted the recent increase in the price of the shares of the Company on 25 June 2004.

The Directors confirm that while the Company has held preliminary discussions with its connected persons for a proposed acquisition of the entire issued share capital of a Hong Kong company (the **"Proposed Transaction"**), the Company has not entered into any binding agreement in relation thereto as at the date of this announcement. The Proposed Transaction, if entered into by the Company, would constitute a notifiable transaction and a connected transaction for the Company which will be subject to, inter alia, the approval of the independent shareholders of the Company. If the Company enters into the Proposed Transaction, the Company will comply with the requirements under the Rules Governing the Listing of Securities on the Stock Exchange and other regulations to which it is subject.

**Shareholders should note that the discussions are on a preliminary basis and the Proposed Transaction may or may not materialise.**

Save as mentioned above, the Directors confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under paragraph 3 of the Listing Agreement, and neither are they 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.

Made by the order of the board of directors of the Company, the Directors individually and jointly accept responsibility for the accuracy of the above statement.

As at the date of this announcement, the Board comprises Mr. Leung Wai Ho and Mr. Wong Chung Shun as executive Directors and Mr. Lam Lee G and Mr. Lam Kwok Cheong as independent non-executive Directors.

By Order of the Board  
**Capital Prosper Limited**  
**Leung Wai Ho**  
*Chairman*

Hong Kong, 25 June 2004