



SINOTRONICS HOLDINGS LIMITED

華翔微電子控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1195)

ANNOUNCEMENT

The Company noted today's increase in the trading volume of the shares of the Company and wishes to state that the Company is not aware of any reasons for such increase, save as disclosed in this announcement.

The Company has been informed by Mr. Lin Wan Qaing, the Chairman and controlling shareholder of the Company, that he has disposed of an aggregate of 40,000,000 Shares, representing approximately 7.23% of the existing issued share capital of the Company, to independent investors at a price of HK\$1.10 today. After the disposal of such Shares, the interest of Mr. Lin Wan Qaing in the Company will be reduced to approximately 54.65% of the existing issued share capital of the Company.

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

The Company noted today's increase in the trading volume of the shares of the Company and wishes to state that the Company is not aware of any reasons for such increase, save as disclosed in this announcement.

The Company has been informed by Mr. Lin Wan Qaing, the Chairman and controlling shareholder of the Company, that he has disposed of an aggregate of 40,000,000 shares in the Company ("**Shares**"), representing approximately 7.23% of the existing issued share capital of the Company, to independent investors at a price of HK\$1.10 today. Following such disposal, the shareholding of Mr. Lin Wan Qaing in the Company has reduced from 342,283,780 shares, representing approximately 61.88% of the existing issued share capital of the Company, to 302,283,780 shares, or approximately 54.65% of the existing issued share capital of the Company. Mr. Lin Wan Qiang has not advised the Company of the reason for his disposal.

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

Save as disclosed above, the Company is not aware of any negotiations or agreements relating to intended acquisition or realizations which are discloseable under Rule 13.23 of the Listing Rules, nor is the Board aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

This announcement is made by the order of the Board of Sinotronics Holdings Limited, of which the directors individually and jointly accept responsibility for the accuracy of the information in this announcement.

By Order of the Board
SINOTRONICS HOLDINGS LIMITED
Lin Wan Qaing
Chairman

Hong Kong, 18 September 2006

As at the date of this announcement, the Board comprises Mr. Lin Wan Qaing, Mr. Liu Zhao Cai, Mr. Xiang Song and Mr. Tong Yiu On as executive directors, and Mr. Pan Chang Chi, Mr. Cai Xun Shan and Mr. Cheung Chuen as independent non-executive directors.

** for identification purpose only*

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