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魏 橋 紡 織 股 份 有 限 公 司

**WEIQIAO TEXTILE COMPANY LIMITED\***

*(a joint stock limited company incorporated in the People's Republic of China with limited liability)*

## **EXERCISE OF OVER-ALLOTMENT OPTION**

### **Summary**

On 25th September, 2003, BNP Paribas Peregrine exercised in full the Over-allotment Option to require the Company to issue 37,465,500 additional new H Shares at HK\$8.50 per H Share.

The Directors announce that the Over-allotment Option referred to in the Prospectus was exercised in full by BNP Paribas Peregrine on 25th September, 2003 in respect of 37,465,500 additional new H Shares (the “Over-allotment Shares”), being all of the H Shares granted under the Over-allotment Option, to cover over-allocations in the Placing. The Over-allotment Shares, representing about 4.80% of the existing issued share capital of the Company and about 4.58% of the issued share capital of the Company as enlarged by the Over-allotment Shares, will be issued and allotted by the Company at HK\$8.50 per H Share, being the Offer Price. The Over-allotment Shares are expected to be issued and listed on the Stock Exchange on 30th September, 2003.

The shareholding structure of the Company prior to and after the issue of the Over-allotment Shares is as follows:

Shareholders	Prior to the exercise of the Over-allotment Option		Immediately after the exercise of the Over- allotment Option	
	Number of Shares	Approximate percentage of holding %	Number of Shares	Approximate percentage of holding %
<i>Domestic Shares:</i>				
Holding Company	410,311,100	52.57	410,311,100	50.16
Company Management Shareholders	105,421,400	13.50	105,421,400	12.89
Three individual shareholders	15,037,500	1.93	15,037,500	1.84
<i>H Shares:</i>				
Holder of H Shares	<u>249,770,000</u>	<u>32.00</u>	<u>287,235,500</u>	<u>35.11</u>
	<u>780,540,000</u>	<u>100.00</u>	<u>818,005,500</u>	<u>100.00</u>

The net proceeds of about HK\$310.4 million from the issue of the Over-allotment Shares will be used as the Group's general working capital as disclosed in the Prospectus.

On behalf of the Board  
**Wei Qiao Textile Company Limited**  
**Zhang Bo**  
*Chairman*

Hong Kong, 25th September, 2003

\* *The Company is registered in Hong Kong as an overseas company under the English name "Wei Qiao Textile Company Limited".*

Please also refer to the published version of this announcement in South China Morning Post.