

GP BATTERIES INTERNATIONAL LIMITED

GP Batteries International Limited entered into a new joint venture to produce Lithium-ion polymer batteries in China

Pursuant to Clause 704(15)(c) of the Listing Manual, the Directors of GP Batteries International Limited ("GP Batteries" or the "Company") are pleased to announce that it has entered into an agreement (the "Agreement") with Danionics A/S to set up a joint venture company "Danionics Asia Limited" ("JVCO") in Hong Kong. GP Batteries Group and Danionics A/S will each have a 50% equity interest in JVCO.

Danionics A/S is a public company listed on the stock exchange in Copenhagen. It has engaged in the research and development of Lithium-ion polymer batteries since 1994.

Under the Agreement, GP Batteries Group will contribute US\$10 million in the form of cash and Danionics A/S will inject net assets, including IP-rights, technology, machinery and equipment to JVCO.

Subject to the approval of the shareholders of Danionics A/S, Danionics A/S and GP Batteries intend to use JVCO as the vehicle to establish a joint venture for the production of Lithium-ion polymer batteries in the People's Republic of China and execute a shareholders' agreement in respect of the JVCO.

None of the Directors or controlling shareholders has any interest, direct or indirect, in the transaction. This is a non-discloseable transaction under Chapter 10 of the SGX-ST Listing Manual.

By Order of the Board

Tan San-Ju
Company Secretary

[Submitted by Tan San-Ju, Company Secretary on 13/04/2004 to the SGX](#)