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FAR EAST CONSORTIUM INTERNATIONAL LIMITED

(Incorporated in the Cayman Islands with limited liability)

RESCUE AND DEBT RESTRUCTURING PROPOSAL FOR CHI CHEUNG INVESTMENT COMPANY, LIMITED (THE "PROPOSAL")

The Company has applied for an extension of the despatch of a circular in relation to the Proposal to 21 days after the announcement of the entering into the Formal Agreement. The proposal is subject to, among other things, the signing of a Formal Agreement. **The Proposal may or may not proceed.**

The Directors of Far East Consortium International Limited, (the "Company") refer to the announcements of the Company dated 8th and 13th December, 1999, respectively in relation to the entering of a heads of agreement with Chi Cheung Investment Company, Limited ("Chi Cheung") regarding a rescue and debt restructuring proposal of Chi Cheung. Terms used in this announcement shall have the same meanings as defined in the announcement of the Proposal dated 13th December, 1999. The Proposal involves, among other things, the injection of certain assets into Chi Cheung by the Company and debt restructuring of Chi Cheung. The Proposal is subject to certain conditions, including the entering into of the Formal Agreement and an application by the Company for a whitewash waiver from the Executive Director of the Corporate Finance Division of the SFC pursuant to Rule 26 of the Code. Under the Code, a document giving details of the Proposal (the "Document") is required to be posted to shareholders of Chi Cheung within 21 days of the announcement of terms of the Proposal.

The directors of the Company announce that the structure of the Proposal is still under negotiations between the parties. Accordingly, the Company has applied to the Executive Director of the Corporate Finance Division of the SFC for, and been granted, an extension for the despatch of the Document to a date falling 21 days after the announcement of the entering into the Formal Agreement.

Shareholders and potential investors of the Chi Cheung and the Company are reminded that the Proposal may or may not proceed. Investors should exercise caution in dealings in the securities of the companies.

By Order of the Board

FAR EAST CONSORTIUM INTERNATIONAL LIMITED

Michael Chi Ning O'Young

Managing Director

Hong Kong, 4th January, 2000

The directors of the Company jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other material fact not contained in this announcement the omission of which would make any statement in this announcement misleading.

Source: Far East Consortium International Limited