



**EVA'S PRODUCTION BASE FOR PLASTIC INJECTION BUSINESS  
COMMENCES OPERATION**

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**FURTHER STRENGTHENS HORIZONTAL INTEGRATED  
BUSINESS MODEL**

(Hong Kong, July 18, 2005) — **EVA Precision Industrial Holdings Limited** (“EVA” or the “Group”), a vertically-integrated precision metal and plastic mould and component manufacturing service provider, today announced that its new Factory 3 in Shenzhen, the PRC, has commenced operation. The new factory will serve as the production base for design and manufacture of plastic injection moulds, and plastic injection components manufacturing and assembly services. Its monthly production capacity for moulds and components can reach up to 100 sets and 7,500,000 units respectively.

**Mr. Zhang Hwo Jie, Chairman of EVA**, said, “We are delighted to see the new factory commencing operation. This realized the first commitment we made to investors since our listing on the Main Board in May. We believe the horizontal expansion of the plastic injection mould and component manufacturing business is critical to our turning into a comprehensive service provider and will also boost our growth in coming years.”

Located in Shiyan, Bao’an district of Shenzhen, Guangdong, the new factory occupies a total construction area of approximately 18,000 sq. m. and cost approximately HK\$11,718,000 to build. In addition to the new factory, the Group operates two production plants of total gross floor area of approximately 41,000 sq. m. on the same site. Factory 1 mainly engages in stamping mould design and fabrication and production of single-stage metal stamping products and lathing components, while Factory 2 is mainly responsible for the production of progressive metal stamping products.

To capture the opportunities arising from customer expanding their business and to secure new customers in the Yangtze River region, the Group plans to invest approximately HK\$156 million in constructing another new factory in Suzhou. The new 120,000 sq. m. factory is expected to be completed by the end of 2005. The first phase has a total gross floor area of 30,000 sq. m.

**Mr. Zhang** concluded, “In the short run, we will still focus on enhancing our production scale. With Factory 3 swinging into production, we will move on next to purchase new machinery for all of our factories so as to maintain the highest productivity. As the Yantze River region emerges to become an important economic hub in the PRC, many multi-national office equipment manufacturers, including our existing customers, have set up production base in cities including Shanghai and Suzhou. Our Suzhou factory, which will commence operation by the end of this year, will be able to serve both existing and potential customers. Leveraging our Shenzhen and Suzhou factories, we will be ensure coverage of customers in the Southern and Eastern China regions, while reaping maximum economies of scale benefits.”

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**About EVA Precision Industrial Holdings Limited**

The Group is a vertically-integrated precision metal and plastic mould and component manufacturing service provider. The Group also provides related assembly services. The Group’s existing services include i) design and fabrication of precision metal stamping and plastic injection moulds; ii) manufacturing of precision metal stamping and plastic injection products; iii) lathing of metal components; and vi) assembly of precision metal stamping products and plastic injection components into semi-finished products. The Group has a clientele of over 100, mainly from the OA equipment sector.

**For more information:**

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