

This announcement, for which the directors of Vodatel Networks Holdings Limited collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to Vodatel Networks Holdings Limited. The directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief:— (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.



Vodatel Networks Holdings Limited

(Incorporated in Bermuda with limited liability)

ANNOUNCEMENT

Private placement of 16 million shares of Vodatel Networks by Ting Hong Nominees Limited, a wholly-owned subsidiary of Dao Heng Bank Limited.

We have noted the recent increases in the share price and trading volume of the shares of the Company and wish to state that, save for the below, we are not aware of any reasons for such increases.

On 30th August, 2000 and 31st August, 2000, our strategic investor, Ting Hong Nominees Limited, a wholly-owned subsidiary of Dao Heng Bank, placed 6 million and 10 million shares of the Company respectively to independent third parties. The transaction has been reported through the Exchange. Subsequent to the disposal, shareholding of Ting Hong Nominees Limited in the Company will be reduced from 3.51% to 0.91%.

We also confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Chapters 19 or 20 of the GEM Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 17.10 of the GEM Listing Rules, which is or may be of a price-sensitive nature.

Made by the order of the Board of Vodatel Networks Holdings Limited, the directors of which collectively and individually accept responsibility for the accuracy of this announcement.

By Order of the Board
José Manuel dos Santos
Chairman

Hong Kong, 31st August, 2000

This announcement will remain on the GEM Web site on the Latest Company Announcement page for 7 days from the date of its posting.