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KANHAN TECHNOLOGIES GROUP LIMITED

看漢科技集團有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8175)

**CHANGE IN SUBSTANTIAL SHAREHOLDER AND
UNUSUAL PRICE AND TRADING VOLUME MOVEMENT**

This announcement is made at the request of the Stock Exchange of Hong Kong Limited (“Stock Exchange”). The board of directors (the “Board”) of KanHan Technologies Group Limited (the “Company”) have noted the recent increase in the price and trading volume of the shares of the Company on 1st April, 2005 and wish to state that, save as mentioned below, the Board are not aware of any reasons for such increases.

The Board was being informed on 30th March, 2005 that Ms. Wai Lai Yung (“Ms. Wai”), the executive director and a substantial shareholder of the Company, together with her controlled corporations have disposed 86,584,000 shares, representing approximately 14.83% of the existing issued share capital of the Company, through private negotiations at the price of approximately HK\$0.040 to independent investors, each of whom would own less than 5% shareholding in the issued share capital of the Company.

Prior to the disposal of 86,584,000 shares, Ms. Wai directly beneficially owned 2,512,000 shares in the Company. Also, Ms. Wai beneficially owns 50% issued capital of Metrolink Holdings Limited, 45.45% issued capital of ZMGI Corporation and 100% issued capital of Golden Nugget Resources Limited which held 3,616,000, 40,432,000 and 40,024,000 shares in the Company respectively. Following the completion of the disposal of 86,584,000 shares, Ms. Wai and her controlled corporations ceased to have any interests in the shares of the Company. However, Ms. Wai shall continue to serve as an executive director of the Company.

As at 1st April, 2005, none of the directors of the Company have expressed any intention to resign in relation to the latest change in substantial shareholder of the Company.

Save as disclosed above, we confirm that there are no negotiations or agreements relating to intended acquisitions or realizations which are discloseable under Chapters 19 to 20 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange (“GEM Listing Rules”). The board of directors of the Company is not 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, the directors of the Company collectively and individually accept responsibility for the accuracy of this announcement.

* For identification purpose only

As at the date of this announcement, the Board of the Company comprises Mr. Mo Wai Ming, Lawrence and Ms. Wai Lai Yung (who are executive Directors of the Company), Mr. Yuen Ka Lok, Ernest (who is non-executive Director of the Company), and Ms. Li Mo Ching, Joyce, Ms. Tam Cheuk Ling, Jacqueline and Mr. Kwok Chi Sun, Vincent (who are independent non-executive Directors of the Company).

By order of the Board
Au Shui Ming, Anna
Company Secretary

Hong Kong, 1st April, 2005

This announcement, for which the directors (the “Directors”) of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquires, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumption that are fair and reasonable.

This announcement will remain on the GEM website on the “Latest Company Announcements” page for at least 7 days from the date of its posting.