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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)

**DISCLOSURE OF TRADE RECEIVABLE PURSUANT TO RULES 17.15 AND
17.17 OF THE GEM LISTING RULES**

This announcement is made pursuant to rules 17.15 and 17.17 of the GEM Listing Rules to disclose the details of trade receivable of the Group as at 31st March, 2005 amounted to HK\$875,000.

Pursuant to rules 17.15 and 17.17 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited (the "GEM Listing Rules"), a disclosure obligation arises where the relevant percentage ratios of a relevant advance to an entity from KanHan Technologies Group Limited ("the Company") and its subsidiaries (collectively the "Group") exceeds 8%.

The Group's consolidated total assets as at 31st December, 2004 amounted to approximately HK\$6,179,000 and for the year ended 31st December, 2004, the Group's consolidated total revenue approximately HK\$4,320,000. The Group recorded amount due from Automated Systems (HK) Limited ("ASL") of approximately HK\$875,000 as at 31st March, 2005, representing approximately 14.16% of the Group's consolidated total assets and 20.25% consolidated total revenue. ASL is a customer of the Group and a third party independent of any of the directors, the chief executive, the management shareholders and the substantial shareholders (within the meaning of the GEM Listing Rules) of the Group.

The amount due from ASL represented the outstanding balance of certain sales transactions entered into by the Group in its ordinary and usual course of business and on normal commercial terms. It is unsecured, interest free, and settled upon delivery.

The Company will fulfil the continuing disclosure obligation under rules 17.16 and 17.22 of the GEM Listing Rules so long as circumstances giving rise to such disclosure obligation .

Save as disclosed above, there was no other advances which would give rise to disclosure obligation pursuant to rules 17.15 and 17.17 of the GEM Listing Rules.

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

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

Hong Kong, 14th April, 2005

* For identification purpose only

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.