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IIN INTERNATIONAL LIMITED

國訊國際有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8128)

DESPATCH OF CIRCULAR

The Board is pleased to announce that the circular containing, among other things, (i) details of the Acquisition, the Placing (AIG) and the Placing (VPL); (ii) accountants' report on BEES Group; and (iii) the notice of the EGM together with a form of proxy, will be despatched to the Shareholders on 29 February 2008.

Reference is made to the announcements of the Company dated 14 January 2008 (the "Announcement") and 4 February 2008 in relation to a very substantial acquisition and placing of new shares of the Company. Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless the context herein requires otherwise.

The Board is pleased to announce that the circular (the "Circular") containing, among other things, (i) details of the Acquisition, the Placing (AIG) and the Placing (VPL); (ii) accountants' report on BEES Group; and (iii) the notice of the EGM together with a form of proxy, will be despatched to the Shareholders on 29 February 2008.

As set out in the Announcement, the unaudited loss before taxation and the unaudited loss after taxation of the BEES Group for the year ended 31 December 2005 was approximately HK\$55.2 million and HK\$54.8 million respectively. However, the accountants' report on BEES Group as set out in Appendix II of the Circular disclosed that the BEES Group recorded the audited loss before taxation and the audited loss after taxation in the corresponding period was HK\$97.1 million and HK\$97.9 million respectively. The difference between the audited loss and the unaudited loss for the year ended 31 December 2005 is mainly due to the PRC/HK GAAP adjustment made in relation to the impairment loss of the aged trade receivables, which was mainly attributable to those trade debtors who have been over the normal credit periods and whose recoverability was in doubt. Normally, the credit period granted by the BEES Group to trade debtors is one year. According to the accountants' report on BEES Group, the impairment loss of trade receivables for the year ended 31 December 2005 was approximately HK\$48.5 million, which mainly accounted for the difference between the audited and unaudited account.

As set out in the Announcement, the unaudited profit before taxation and the unaudited profit after taxation of the BEES Group for the eleven months ended 30 November 2007 was approximately HK\$30.6 million and HK\$30.5 million respectively. However, the accountants' report on BEES Group as set out in Appendix II of the Circular disclosed that the BEES Group recorded the audited profit before taxation and the audited profit after taxation in the corresponding period was HK\$64.8 million and HK\$63.5 million respectively. The difference between the audited profit and the unaudited profit for the eleven months ended 30 November 2007 is mainly attributable to the adjustment on timing of revenue recognition. According to the reporting accountants of the Company, more revenue from some of the contracts of the BEES Group should be recognised for the period ended 30 November 2007. Since the BEES Group was mainly engaged in business of construction projects, revenue from fixed price construction contracts is recognised on the percentage of completion method, measured by reference to the proportion of costs incurred to the balance sheet date to the estimated total cost of the relevant contracts in accordance to the Hong Kong Accounting Standards 11 "Construction Contracts" (the "HKAS 11"). As at 30 November 2007, most of the construction contracts undertaken by the BEES Group have attained an excess of percentage of completion than the contract terms, more revenue therefore should be recognised for the period ended 30 November 2007 in accordance with HKAS 11. The audited profit for the eleven months ended 30 November 2007 set out in the accountants' report on BEES Group contained in the Circular was therefore higher than the unaudited profit disclosed in the Announcement.

By order of the Board
IIN International Limited
Wu Shu Min
Chairman

Hong Kong, 28 February 2008

As of the date of this announcement, the Board comprises Mr. Wu Shu Min, Mr. Xu Zhi Feng and Mr. Fu Hui Zhong as executive Directors, Mr. Liu Yang and Mr. Jin Dunshen as independent non-executive Directors.

This announcement, for which the Directors 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 enquiries, 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 assumptions that are fair and reasonable.

This notice will remain on the "Latest Company Announcement" page on the GEM website at www.hkgem.com for at least 7 days from the date of publication and on the website of the Company at www.iini.com.

* *for identification purpose only*