



首長國際企業有限公司

SHOUGANG CONCORD INTERNATIONAL ENTERPRISES COMPANY LIMITED

*(Incorporated in Hong Kong with limited liability)*

(Stock Code: 697)

### CLARIFICATION OF PRESS ARTICLES

The Board wishes to state that the Company is considering a proposal to resume its ability to declare dividend and certain investment opportunities. However, no decision or agreement has been made and such exercises may or may not proceed. **Shareholders and potential investors are advised to exercise caution when dealing in the Shares.**

The board of directors (the “Board”) of Shougang Concord International Enterprises Company Limited (the “Company”) has noted certain press articles in respect of the declaration of dividend and investments to be made by the Company today. The Board wishes to clarify that the Company is contemplating a proposal for the purpose of resuming its ability to declare dividend, which may include elimination of the accumulated loss of the Company by reducing the share premium account and/or reserves of the Company. However, such proposal may or may not be proceeded with. The Board also wishes to state that the Company is considering certain investment opportunities, which may include investments in iron ore mines and/or coal mines. However, no decision or agreement has been made and such investments may or may not proceeded with. In the circumstances, **shareholders and potential investors are advised to exercise caution when dealing in the Shares**. In the event that any agreement is concluded, a further announcement will be made if and when necessary for compliance with the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the “Listing Rules”).

Save as disclosed above, the Board confirms that there are no negotiations or agreements relating to intended acquisitions or realizations which are discloseable under rule 13.23 of the Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09, which is or may be of a price-sensitive nature.

This announcement is made by the order of Board, the directors of which individually and jointly accept responsibility for the accuracy of this announcement.

By order of the Board

**Cao Zhong**

*Managing Director*

Hong Kong, 1st March, 2005

*As at the date of this announcement, the Directors are Mr. Wang Qinghai (Chairman), Mr. Cao Zhong (Managing Director), Mr. Chen Zhouping (Deputy Managing Director), Mr. Luo Zhenyu (Deputy Managing Director), Mr. Tsoi Wai Kwong, Mr. Ip Tak Chuen, Edmond, Mr. Leung Shun Sang, Tony, Ms. Choy Hok Man, Constance, Ms. Kan Lai Kuen, Alice (independent non-executive Director), Mr. Kwan Bo Ren, Dick (independent non-executive Director) and Mr. Wong Kun Kim (independent non-executive Director).*

Please also refer to the published version of this announcement in South China Morning Post - Classified.