C&T Announces 2000 First Half Results, Demonstrating solid progress in transforming into a full-range e-Business technology services provider profitably

August 28, 2000

Hong Kong, August 28, 2000 - the leading Hong Kong listed information technology services company, Computer And Technologies Holdings Limited ("C&T", HKSE: 0046) announced today its interim results for the first 6-months ended June 30, 2000. During the period under review, the profit attributable to shareholders has increased to HK$9.28 million (1999: HK$ 5.77 million), up 61%. Basic earning per share also increased to 3.70 cents (1999: 2.62 cents), up 41%.

With recent incorporation of new subsidiaries including Global e-Business Enabler Limited (Ge-BE), Global e-Business Services Limited (GO-Business) and HutchTech Resources Limited (HutchTech), the Group today offers customers with not only high-quality network and systems integration services, but also business and operations support application solutions, as well as comprehensive e-Business services in various forms.

Mr. Ng Cheung Shing, Chairman and Chief Executive Officer of C&T, said: "The Group is an early mover in e-Business enabling services and B2B ASP business. With a synergetic portfolio of subsidiaries and a remarkably strong management team, the Group has now emerged as a full-range technology services provider dedicated to capture the e-Business opportunities."

During the first half of the year, the systems integration business in Mainland China continues to be a significant revenue and operating profit contributor to the Group. Although the competition is keen, the Group has managed to grow the business volume healthily from both new customers and also the strong installation base among telecommunication services providers and enterprises, from which the Group has been consistently generating repeated businesses with a relatively low selling cost. In addition, the Group has also strengthened its competitive advantages with recent certification by Cisco as the first Hong Kong listed company to achieve the Gold Partner status for China.

On the other hand, e-commerce business units of the Group are rapidly establishing business infrastructure and building up momentum. Leveraging the reputable project in building the application infrastructure for the Electronic Service Delivery (ESD) of the HKSAR Government, the e-Business enabling business has been growing rapidly in both Hong Kong and Mainland China and starts to contribute healthy revenue and profit to the Group.

In addition, the Electronic Tendering System (ETS) rolled out in April for the Government Supplies Department of the HKSAR Government and the supplier community has not only

been generating subscription income from suppliers using the service but also creating business opportunity for service revenue from other corporate procurers in public and commercial sectors. The increasing subscription base will also become a strong foundation upon which the Group will introduce additional electronic services for incremental revenue.

Furthermore, the Group has been continuously investing in research and developing its own branded software products such as "SmartBill" and "e-SEP". Successful installation references for such products have been established in both Mainland China and Hong Kong.

Besides, the value-added distribution business of the Group on digital-video and multi-media products also continues to perform profitably.

Ng believes that the Group is well positioned to capture the huge opportunities in the new economy and is optimistic on prospect of the Group for the second half of the year and beyond. "The demand and endorsement by our existing and new customers for the Group's full-range e-Business technology services are just phenomenal. So far, our contract sum of on-hand orders has exceeded that of same period of last year."

"Our management is confident that the synergy among business units will differentiate us from the competition. It will then ensure a sustainable development in a relatively higher profit margin knowledge-based business and thus achieve remarkable financial return to our investors in near to medium term."

About Computer And Technologies Holdings Limited
Computer And Technologies Holdings Limited (C&T) is a publicly listed company on the Stock Exchange of Hong Kong and a constituent company of the Hang Seng IT Index. (0046). It has built its business on a vision to deliver competitive advantage for enterprises to progress by optimizing their information systems efficiently.

C&T Group has emerged as a full-range technology service provider dedicated to capture the e-business opportunities. The Group has a synergetic portfolio of subsidiaries offering comprehensive services from systems and network integration, business and operations support application software products, e-Business enabling services, enterprise B2B ASP services to IT resources outsourcing business.

Founded in 1991, C&T is headquartered in Hong Kong with offices in Beijing, Shanghai, Guangzhou, Nanjing, Shenzhen, Chengdu, Wuhan and Shenyang.

C&T has a long-standing track record in delivering world-class innovative projects such as Automated Securities Trading System for Shanghai Stock Exchange and the world-first

Electronic Tendering System and Electronic Service Delivery project for HKSAR Government.
For more information, please visit our website at www.ctil.com

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