

重 大 事 項

1. 關於對進口光纖進行反傾銷調查

二零零三年七月一日，中國商務部（「商務部」）發佈公告（2003年第24號），對原產於美國、日本和韓國的進口非色散位移光纖進行反傾銷立案調查（「反傾銷調查」）。

如果商務部初裁為肯定性，則將對被調查進口產品採取臨時反傾銷措施，自初步裁定公告之日起，進口商在進口原產於美國、日本和韓國的被調查產品時，應依據初裁所確定的傾銷幅度向中國海關提供相應的現金保證金。

SIGNIFICANT EVENTS

1. Anti-dumping investigation of imported optical fibres

The Ministry of Commerce of the PRC (the "Ministry of Commerce") published an announcement (No. 24 of 2003) on 1 July 2003 stating a file had been opened for carrying out an anti-dumping investigation on imported non-chromatic dispersion displacement optical fibres originating from the US, Japan and South Korea (the "Anti-dumping Investigation").

If the Ministry of Commerce were to find the dumping accusation in its preliminary ruling in the affirmative, it will take provisional anti-dumping measures against the imported products under investigation from the date of the announcement of the preliminary ruling. The importers, when importing products under investigation originating from the US, Japan and South Korea, must provide a cash security deposit accordingly to the PRC customs authority on the basis of the extent of the anti-dumping determined in the preliminary ruling.

初步裁定後，調查機關將進行進一步的調查，最後作出最終裁定。一旦作出肯定性最終裁定，進口商進口原產於上述國家的被調查產品時，必須向中國海關繳納相應的反傾銷稅，有效期5年。進口商根據初步裁定向海關繳納的現金保證金，應按最終裁定所確定徵收反傾銷稅的商品範圍和稅率計徵並轉為反傾銷稅。

反傾銷調查，對本集團的影響將會是：

中住公司

反傾銷調查對擴大國產光纖的市場面及改善中國光纖業的大環境產生較大的影響，也會對改善國產光纖生產廠商的競爭環境起到一定的作用，如國內光纖的份額將因為進口光纖受到有效的抑制而呈上升趨勢，國內的光纖製造商會獲得更多的市場機會。因此，商務部的最終裁定結果將對中住公司的運營情況產生積極的影響。

成都康寧公司

成都康寧公司作為光纖進口商，屬於利益關係方。

- a. 在初裁結果出來前，反傾銷調查對成都康寧公司沒有影響。初裁結果出來的時間約為8-11個月。

Following the preliminary ruling, the investigating authorities will conduct further investigation to reach a final ruling. Once an affirmative final ruling is made, the importer must pay an anti-dumping tax accordingly to the PRC customs authority for a period of five years when importing the subject products originating from the aforesaid countries. The cash security deposit already paid by the importer to the PRC customs authority according to the preliminary ruling should be converted to anti-dumping tax, calculated on the basis of the scope of products on which the anti-dumping tax is levied, and on the tax rate found in the final ruling.

The anti-dumping investigation will have an impact on the Group with respect to:

SEI

The anti-dumping investigation will produce a major impact on the expansion of the market share of the PRC-made optical fibres and on the improvement of the PRC's optical fibre industry as a whole, and will be beneficial to the improvement of the competitive environment among domestic optical fibre manufacturers. For instance, the share of the domestic optical fibre market will be increased as a result of the effective restriction on the import of optical fibres such that domestic optical fibre manufacturers will be able to capture more opportunities. Hence, the outcome of the final ruling of the Ministry of Commerce is expected to produce a positive impact on the operation of SEI.

CCS

CCS, being an optical fibre importer, is an interested party.

- a. Before the outcome of the preliminary ruling was released, the anti-dumping investigation did not have an impact on CCS. The outcome of the preliminary ruling was released in about 8 to 11 months.

b. 如果裁定傾銷成立，根據規定，中國海關將依據傾銷幅度向進口傾銷光纖的進口商徵收現金保證金和反傾銷稅。光纖反傾銷申請方認為，美國光纖的傾銷幅度為21.66%（實際幅度由商務部確定）。由於成都康寧公司主要使用美國康寧國際公司的光纖，則反傾銷調查對成都康寧公司將會產生一定的影響。

b. If the dumping accusation is ruled to be true, it is stipulated that the PRC customs authority will charge the importer a cash security deposit and impose an anti-dumping tax thereon on the basis of the percentage of dumping. The applicant for anti-dumping of optical fibres believes that the dumping of US-made optical fibres represented 21.66% (the actual percentage to be determined by the Ministry of Commerce). Since CCS mainly uses optical fibres from Corning International Corporation of the US, the anti-dumping investigation is expected to produce a certain impact on CCS.

2. 徵用土地

於本期間，成都市高新技術產業開發區管理委員會根據成都市建設發展的需要，以人民幣500,000元的土地補償金徵用了本公司總部所在地的0.7153畝土地。於二零零三年三月十七日，已收回補償金人民幣500,000元。

2. Land use right

During the Period, a piece of land with an area of 0.7153 mu where the headquarters of the Company is located was requisitioned by the Management Committee of Chengdu High-Tech Enterprise Development District to satisfy the needs for construction and development in Chengdu for RMB500,000 as compensation. The Company already received RMB500,000 as compensation on 17 March 2003.

3. 四川天信電纜有限公司（「四川天信」）

一九九九年本公司與中國電信集團四川省電信公司（「四川電信公司」）共同成立四川天信，其主要產品為全塑市話電纜，四川天信的註冊資本為人民幣56,000,000元，二零零一年三月，由於中國電信集團推行主輔分離政策，四川電信公司更名為四川電信實業集團有限責任公司（「電信實業公司」），電信實業公司持有四川天信70.04%股份，本公司持有29.96%股份。二零零三年一月，電信實業公司為了服從中國電信集團上市的需要，提出終止四川天信的經營，本公司考慮到四川天信連續幾年虧損，難以繼續經營，也同意電信實業公司的要求，因此雙方同意對其進行清算。

3. Sichuan Provincial Telecommunications Cable Plant Co., Ltd. (“STCP”)

STCP was jointly established by the Company and the Sichuan Provincial Postal and Telecommunications Company (“STC”) of China Telecom Group in 1999. Its principal product was plastic telephone cable. Its total registered capital was RMB56,000,000. In March of 2001, as China Telecom Group implemented the policy for the separation of principal and sideline businesses, STC was renamed as Sichuan Telecommunications Industrial Holdings Co. Ltd. (“STIH”). STIH owned 70.04% of the shareholding of STCP and the Company owned 29.96% of the shareholding. In January 2003, STIH proposed to terminate the operation of STCP in order to comply with the listing requirements of China Telecom Group. The Company has taken into account the losses of STCP continuously over the past few years, and considered that it was difficult to continue with its operation. The Company also agreed to STIH’s request. Therefore, both parties agreed to liquidate STCP.

電信實業公司不屬於本公司的關連人士(按香港聯合交易所之證券上市規則(「上市規則」)定義)。

本公司第三屆董事會十五次會議同意本公司對四川天信清算後剩餘資產的收購。目前與電信實業公司的談判及其對四川天信的資產評估工作正在進行中，收購行為預計可在二零零三年度內完成。

本公司將視收購的程度及進展適當作出公告。

STIH is not a connected person of the Company (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

It was agreed at the 15th meeting of the third Board of Directors that the Company would acquire STCP's remaining assets upon completion of STCP's liquidation. Negotiations with STIH and appraisal of STCP's assets by the Company are underway. The acquisition is expected to be completed in 2003.

An announcement will be made accordingly subject to the size and progress of the acquisition.