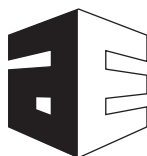


**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION**

**If you are in any doubt** as to any aspect of this circular or as to the action to be taken, you should consult a licensed securities dealer, bank manager, solicitor, professional accountant or other professional adviser.

**If you have sold** all your shares in Applied International Holdings Limited, you should at once hand this circular to the purchaser or to the bank, a licensed securities dealer or other agent through whom the sale was effected for transmission to the purchaser.

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**APPLIED INTERNATIONAL HOLDINGS LIMITED**

**實力國際集團有限公司\***

*(Incorporated in Bermuda with limited liability)*

*Executive Directors:*

Mr. Hung Kin Sang, Raymond  
*(Chairman and Managing Director)*  
Mrs. Hung Wong Kar Gee, Mimi  
Mr. Fang Chin Ping

*Registered office:*

Canon's Court  
22 Victoria Street  
Hamilton HM12  
Bermuda

*Non-executive Director:*

Mr. Soo Hung Leung, Lincoln

*Principal place of business*

*in Hong Kong:*

41st Floor  
Far East Finance Centre  
16 Harcourt Road  
Central, Hong Kong

*Independent Non-executive Directors:*

Mr. Lo Yun Tai  
Mr. Lun Tsan Kau

21 April 2004

*To the holders of Warrants and  
for information only, Shareholders*

Dear Sir or Madam,

**EXPIRY OF 2004 WARRANTS**

The board of directors of Applied International Holdings Limited (the "Company") would like to remind holders of warrants carrying the right to subscribe for shares of HK\$0.20 each (the "Shares") in the Company at the initial subscription price of HK\$0.48 per Share (subject

\* For identification only

to adjustment) at any time from 4 May 2000 up to and including 30 April 2004 in the proportion of one warrant for every one Share (warrant code: 744) (the “Warrants”) that the Warrants will expire at the close of business on 30 April 2004 (the “Expiry Date”). After the Expiry Date, subscription rights which have not been exercised will lapse and the Warrants will cease to be valid for any purpose.

The Company has made the following arrangements regarding dealings in and transfers and exercise of the Warrants:

1. Trading in the Warrants on the Stock Exchange will cease **after 4:00 p.m. on Monday, 26 April 2004.**
2. Registered holders of the Warrants who wish to exercise the subscription rights attaching to the Warrants are requested to lodge the Warrant certificates with the duly completed and signed subscription forms and the relevant exercise moneys with the Company’s share registrar, Computershare Hong Kong Investor Services Limited, at 17th Floor, Hopewell Centre, 183 Queen’s Road East, Hong Kong by **no later than 4:00 p.m. on Friday, 30 April 2004.** The Shares to be issued on exercise of the Warrants will be allotted and issued within 10 business days after the relevant date of subscription and will rank pari passu in all respects with the fully-paid Shares of the Company.
3. Persons who have purchased but are not registered as holders of the Warrants and who wish to exercise the subscription rights attaching to the Warrants are requested to lodge the relevant Warrant certificates, together with the duly executed forms of transfer, the duly completed and signed subscription forms and the relevant exercise moneys with Computershare Hong Kong Investor Services Limited at the address stated above by no later than 4:00 p.m. on Friday, 30 April 2004.
4. Application has been made for the withdrawal of listing of the Warrants on the Stock Exchange with effect from the close of business on the Expiry Date.

The closing prices of the Shares and the Warrants as quoted on the Stock Exchange on 20 April 2004 (being the latest practicable date prior to the printing of this document) were HK\$0.116 per Share and HK\$0.010 per Warrant respectively. The exercise price of the Warrants as at 20 April 2004 (being the latest practicable date prior to the printing of this document) was HK\$0.48 per Warrant.

By order of the Board  
**Applied International Holdings Limited**  
**Hung Kin Sang, Raymond**  
*Chairman*