

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

SKYNET (INTERNATIONAL GROUP) HOLDINGS LIMITED

天網(國際集團)有限公司*

(to be renamed as

Paul Y

Engineering

“PAUL Y. ENGINEERING GROUP LIMITED”

“保華建業集團有限公司”)

(incorporated in Bermuda with limited liability)

(Stock Code: 577)

(1) RESULTS OF OPEN OFFER

(2) COMPLETION OF RESTRUCTURING PROPOSAL

(3) APPOINTMENT AND RESIGNATION OF DIRECTORS

(4) CHANGE OF COMPANY SECRETARY AND

AGENTS FOR THE SERVICE OF PROCESS

(5) CHANGE OF PRINCIPAL PLACE OF BUSINESS



PAUL Y. - ITC CONSTRUCTION HOLDINGS LIMITED

保華德祥建築集團有限公司*

(incorporated in Bermuda with limited liability)

(Stock Code: 498)

**RESIGNATION OF DIRECTORS AND
CHANGE OF COMPANY SECRETARY**

Results of Open Offer of Paul Y. Engineering:

At 4:00 p.m. on Thursday, 13th January, 2005, being the latest time for application and payment for the Offer Shares, an aggregate of 12 valid applications were received for the exact amount of the applicants' provisional allotments on an assured basis, for an aggregate of 6,844,678 Offer Shares. On the basis of an aggregate of 6,844,678 Offer Shares being applied for, approximately 15.2% of the total number of 45,070,995 Offer Shares offered under the Open Offer were applied for by Shareholders.

The Open Offer, which was underwritten by Paul Y, became unconditional at 4:00 p.m. on Monday, 17th January, 2005. Based on the above subscription results, the Open Offer was under-subscribed by 38,226,317 Offer Shares and Paul Y has subscribed for such 38,226,317 Offer Shares in accordance with the terms of the Underwriting Agreement.

Completion of Restructuring Proposal of Paul Y. Engineering:

Completion of the Restructuring Proposal has taken place on 17th January, 2005.

Appointment and resignation of directors of Paul Y. Engineering:

With immediate effect after completion of the Restructuring Proposal on 17th January, 2005, the following have been appointed as directors of Paul Y. Engineering:

Mr. Ronald James Blake	:	Chairman, Independent Non-Executive Director and Chairman of the Audit Committee
Mr. Lau Ko Yuen, Tom	:	Deputy Chairman and Non-Executive Director
Mr. Wong Wing Hoo, Billy	:	Managing Director and Executive Director
Mr. Lee Hon Chiu	:	Executive Director
Mr. Lee Chack Fan	:	Independent Non-Executive Director and member of the Audit Committee
Mr. Iain Ferguson Bruce	:	Independent Non-Executive Director and member of the Audit Committee

With immediate effect after completion of the Restructuring Proposal, Messrs. Choi Wing Kin, Wu Wing Kin and To Chi resigned as executive directors of Paul Y. Engineering, and Mr. Lo Chi Ho, William resigned as a non-executive director of Paul Y. Engineering. Messrs. Cheung Hon Kit and Ng Wai Hung resigned as independent non-executive directors of Paul Y. Engineering and ceased to be members of the Audit Committee of Paul Y. Engineering.

Change of company secretary and agents for the service of process of Paul Y. Engineering:

With effect from 17th January, 2005, Mr. To Chi resigned and Ms. Mui Ching Hung, Joanna has been appointed as the Company Secretary of Paul Y. Engineering.

With effect from 17th January, 2005, Mr. Wong Wing Hoo, Billy and Mr. Lee Hon Chiu have been appointed as the agents for the service of process in Hong Kong of Paul Y. Engineering.

Change of principal place of business in Hong Kong of Paul Y. Engineering:

With effect from 17th January, 2005, the principal place of business of Paul Y. Engineering in Hong Kong has been changed to 31st Floor, Paul Y. Centre, 51 Hung To Road, Kwun Tong, Kowloon, Hong Kong.

Suspension of trading in shares of Paul Y. Engineering:

Trading in the shares of Paul Y. Engineering on the Stock Exchange has been suspended at the request of Paul Y. Engineering with effect from 9:30 a.m. on 16th October, 2003. Resumption in trading of the shares of Paul Y. Engineering is subject to the fulfilment of certain conditions which are set out below. Further announcement will be made as to whether and when trading of the shares of Paul Y. Engineering will be resumed.

Resignation of directors and change of company secretary of Paul Y:

The Paul Y Board announces that in order to clearly delineate the responsibilities of the individual directors and officer towards the respective boards of Paul Y and Paul Y. Engineering upon completion of the Restructuring Proposal, (i) Mr. Wong Wing Hoo, Billy has resigned as the Deputy Managing Director and an executive director of Paul Y; (ii) Mr. Law Man Wah, Conrad and Mr. Lee Hon Chiu have resigned as executive directors of Paul Y; (iii) Ms. Mui Ching Hung, Joanna has resigned as the Company Secretary of Paul Y; and (iv) Ms. Wong Lai Kin, Elsa has been appointed as the Company Secretary of Paul Y in place of Ms. Mui, all with effect from 17th January, 2005.

RESTRUCTURING PROPOSAL OF PAUL Y. ENGINEERING

Reference is made to (i) the joint announcements made by Skynet (International Group) Holdings Limited (to be renamed as "Paul Y. Engineering Group Limited" as mentioned below) ("Paul Y. Engineering"), Paul Y and ITC dated 4th June, 2004, 25th June, 2004, 13th August, 2004, 3rd September, 2004, 9th September, 2004, 20th October, 2004 and 30th November, 2004; (ii) the announcements made by Paul Y. Engineering dated 4th October, 2004, 15th December, 2004, 22nd December, 2004 and 30th December, 2004; (iii) the joint announcements made by Paul Y and ITC dated 24th September, 2004 and 7th October, 2004; (iv) the circulars of Paul Y. Engineering ("Paul Y. Engineering Circular") and Paul Y each dated 30th November, 2004 in relation to, among other things, the Restructuring Proposal and the application for Whitewash Waiver; and (v) the prospectus of Paul Y. Engineering dated 30th December, 2004 in relation to the Open Offer. Unless otherwise defined herein, capitalised terms used herein have the meanings ascribed thereto in the Paul Y. Engineering Circular.

1. CHANGE OF NAME OF PAUL Y. ENGINEERING

The proposed change of the name of Skynet (International Group) Holdings Limited to "Paul Y. Engineering Group Limited" is expected to become effective on 18th January, 2005. Paul Y. Engineering will also adopt a new Chinese name of "保華建業集團有限公司" for identification purposes.

The Change of Name will take effect from the date on which the Registrar of Companies in Bermuda enters the new English name on the register in place of the existing name. Thereafter, Paul Y. Engineering will comply with the necessary filing procedures in Hong Kong.

Further announcement will be made as soon as the Change of Name becomes effective. Details of free exchange service for new share certificates were set out in the announcement of Paul Y. Engineering dated 4th January, 2005.

2. RESULTS OF OPEN OFFER OF PAUL Y. ENGINEERING

At 4:00 p.m. on Thursday, 13th January, 2005, being the latest time for application and payment for the Offer Shares, an aggregate of 12 valid applications were received for the exact amount of the applicants' provisional allotments on an assured basis, for an aggregate of 6,844,678 Offer Shares. On the basis of an aggregate of 6,844,678 Offer Shares being applied for, approximately 15.2% of the total number of 45,070,995 Offer Shares offered under the Open Offer were applied for by Shareholders. No Offer Shares have been allotted to the Shareholders in excess of their provisional allotments.

3. UNDERWRITING ARRANGEMENTS

Based on the results of the Open Offer referred to above, the Open Offer was under-subscribed by 38,226,317 Offer Shares ("Shortfall Offer Shares"). Pursuant to the Underwriting Agreement, Paul Y has subscribed for all the Shortfall Offer Shares. The Shortfall Offer Shares represent approximately 84.8% of the Offer Shares and approximately 6.6% of Paul Y. Engineering's enlarged issued share capital of 576,699,394.8 Consolidated Shares immediately after completion of the Open Offer, Acquisition Agreement and Hidden Agreement. All subscription monies for the Shortfall Offer Shares have been received by Paul Y. Engineering as of the date of this announcement.

4. SHARE CERTIFICATES

Share certificates for the Offer Shares will be despatched by ordinary post to the Shareholders, at their own risk, to the address specified in the register of members of Paul Y. Engineering on Wednesday, 19th January, 2005.

5. COMPLETION OF THE RESTRUCTURING PROPOSAL

With completion of the Acquisition Agreement and the Hidden Agreement having taken place on Monday, 17th January, 2005, the Restructuring Proposal was also completed and fully implemented.

6. SHAREHOLDING STRUCTURE OF PAUL Y. ENGINEERING

The following is a summary of the shareholding structure of Paul Y. Engineering before and upon completion of the Restructuring Proposal:

Shareholder	Shareholding before completion of the Restructuring Proposal		Shareholding upon completion of the Restructuring Proposal	
	<i>Consolidated Shares</i>	<i>%</i>	<i>Consolidated Shares</i>	<i>%</i>
Paul Y	–	–	531,826,317.0	92.2
PCPD (<i>Note</i>)	4,080,146.0	22.6	4,080,146.0	0.7
Wellington	–	–	20,000,000.0	3.5
Other public Shareholders	13,948,253.8	77.4	20,792,931.8	3.6
Total	<u>18,028,399.8</u>	<u>100.00</u>	<u>576,699,394.8</u>	<u>100.00</u>

Note: PCPD is treated as public shareholder upon completion of the Restructuring Proposal.

Undertaking from Paul Y

Paul Y has given an undertaking to the Stock Exchange to place out its shareholding interest in Paul Y. Engineering or to do or to procure Paul Y. Engineering to do any other acts (subject to compliance with the Listing Rules) which are considered appropriate to restore the public float of Paul Y. Engineering to not less than 25%. Further announcement will be made in this regard.

7. APPOINTMENT OF DIRECTORS OF PAUL Y. ENGINEERING

With immediate effect after completion of the Restructuring Proposal on 17th January, 2005, the following have been appointed as directors of Paul Y. Engineering:

Mr. Ronald James Blake	:	Chairman, Independent Non-Executive Director and Chairman of the Audit Committee
Mr. Lau Ko Yuen, Tom	:	Deputy Chairman and Non-Executive Director
Mr. Wong Wing Hoo, Billy	:	Managing Director and Executive Director
Mr. Lee Hon Chiu	:	Executive Director
Mr. Lee Chack Fan	:	Independent Non-Executive Director and member of the Audit Committee

Mr. Iain Ferguson Bruce : Independent Non-Executive Director and member of the Audit Committee

Set out below are the biographies and background information of the directors of Paul Y. Engineering appointed:

Mr. Ronald James Blake, OBE, JP, aged 70, qualified as a Chartered Engineer in 1960 and was awarded the Institution of Civil Engineers Gold Medal in 1997. He was President of the Hong Kong Institution of Engineers between 1991 and 1992 and later became President of the Federation of Engineering Institutions of South East Asia and the Pacific (FEISEAP), having served as a member of the Executive for three years.

Mr. Blake is currently an independent non-executive director of Pacific Century Premium Developments Limited. He was a senior director with the Kowloon-Canton Railway Corporation (“KCRC”) until January 2004, and was responsible for supervising KCRC’s HK\$75 billion railway expansion programs.

Before joining KCRC in 1997, he was Secretary for Works in the Hong Kong Government between 1991 and 1995, overseeing the implementation of the Airport Core Programme and the harbour wing extension of the Hong Kong Conference and Exhibition Centre. Before that, he served with Paul Y. Construction Company, Limited and was engaged in civil engineering and building contracting from 1972 onwards.

Mr. Blake began his career in the United Kingdom as a civil/structural engineer with Boulton and Paul, and following service with the Corps. of Royal Engineers joined Scott Wilson Kirkpatrick & Partners to return to Hong Kong in 1965.

Save as disclosed above, Mr. Blake did not hold any other directorship in any listed public companies in the last three years. Other than disclosed in this announcement, he does not hold any positions with Paul Y. Engineering or any of its subsidiaries. Mr. Blake does not have interest in any shares or underlying shares of Paul Y. Engineering required to be disclosed pursuant to Part XV of the SFO nor does he have any relationship with any directors, senior management or substantial shareholder or controlling shareholder of Paul Y. Engineering. He has not entered into any service contract with Paul Y. Engineering and its subsidiaries. There is no agreement between Paul Y. Engineering and its subsidiaries and Mr. Blake in respect of proposed length of service or prior notice to be given by either party for termination of service with regard to his engagement as an independent non-executive director of Paul Y. Engineering. Mr. Blake will receive a director’s fee of HK\$600,000 per annum, which is determined with reference to the prevailing market conditions.

Mr. Lau Ko Yuen, Tom, aged 53, has over 32 years’ international corporate management experience in the construction industry. Mr. Lau is the Deputy Chairman of ITC Corporation Limited (stock code 372) and Paul Y, and Downer EDI Limited (“Downer”), a company whose shares are listed on the Australian Stock Exchange and the New Zealand Stock Exchange. He was also a director of New World CyberBase Limited (stock code: 276) and an alternate director of China Strategic Holdings Limited (stock code: 235), companies whose shares are listed on the Stock Exchange, in the last three years. Other than disclosed above, he does not hold any positions with Paul Y. Engineering or any of its subsidiaries.

Mr. Lau does not have interest in any shares or underlying shares of Paul Y. Engineering required to be disclosed pursuant to Part XV of the SFO nor does he have any relationship with any directors, senior management or substantial shareholder or controlling shareholder of Paul Y. Engineering. He has not entered into any service contract with Paul Y. Engineering and its subsidiaries and is subject to retirement by rotations and re-election in accordance with the bye-laws of Paul Y. Engineering which states that one-third of the directors of Paul Y. Engineering (excluding the Chairman and Managing Director) shall retire from office by rotation and be eligible for re-election at each annual general meeting of Paul Y. Engineering. There is no agreement between Paul Y. Engineering and its subsidiaries and Mr. Lau in respect of any proposed length of service or prior notice to be given by either party for termination of service with regard to his engagement as a non-executive director of Paul Y. Engineering. No remuneration will be received by Mr. Lau.

Mr. Wong Wing Hoo, Billy, aged 47, has over 24 years’ experience in the construction field. He holds a bachelor’s degree in civil engineering and is a visiting professor of Central South University in the PRC. Mr. Wong is a registered professional engineer and a fellow member of the Hong Kong Institution of Engineers, the Hong Kong Institution of Highways and Transportation and the Institution of Highways and Transportation. He is also the president of the Hong Kong Construction Association and a member of the Provisional Construction Industry Coordination Board.

Mr. Wong was the Deputy Managing Director of Paul Y. He was also an alternate director of Downer in the last three years. Mr. Wong is a director of certain subsidiaries of Paul Y. Engineering.

Mr. Wong does not have interest in any shares or underlying shares of Paul Y. Engineering required to be disclosed pursuant to Part XV of the SFO nor does he have any relationship with any directors, senior management or substantial shareholder or controlling shareholder of Paul Y. Engineering. He has entered into service contract with Paul Y. Engineering and its subsidiaries. The service contract does not have any fixed term. Mr. Wong is entitled to an emolument of HK\$2.2 million per annum, which is determined with reference to Mr. Wong's qualification, experience and duties and responsibilities assumed by him, as well as the prevailing market conditions.

Mr. Lee Hon Chiu, aged 43, has over 18 years' experience in auditing, accounting and financial management. He holds a bachelor's degree in business administration and is a member of the Hong Kong Institute of Certified Public Accountants, a fellow member of the Association of Chartered Certified Accountants and also a certified public accountant in Hong Kong.

Mr. Lee was an executive director and qualified accountant of Paul Y. Save as disclosed above, he did not hold any other directorship in any listed public companies in the last three years. Mr. Lee is the qualified accountant of Paul Y. Engineering and a director of certain subsidiaries of Paul Y. Engineering.

Mr. Lee does not have interest in any shares or underlying shares of Paul Y. Engineering required to be disclosed pursuant to Part XV of the SFO nor does he have any relationship with any directors, senior management or substantial shareholder or controlling shareholder of Paul Y. Engineering. He has entered into service contract with Paul Y. Engineering and its subsidiaries. The service contract does not have any fixed term and is subject to retirement by rotations and re-election in accordance with the bye-laws of Paul Y. Engineering as mentioned above. Mr. Lee is entitled to an emolument of HK\$1.5 million per annum, which is determined with reference to Mr. Lee's qualification, experience and duties and responsibilities assumed by him, as well as the prevailing market conditions.

Mr. Lee Chack Fan, BSc(Eng), MSc, Ph.D., PE, FICE, FHKIE, FHKAES, FCAE, aged 59, is the Chair Professor of Geotechnical Engineering and Pro-Vice-Chancellor of The University of Hong Kong. Professor Lee graduated from The University of Hong Kong in 1968 and subsequently received his Master's degree from The University of Hong Kong in 1970 and a Ph.D. from the University of Western Ontario, Canada in 1972. Professor Lee is an internationally renowned expert in geotechnical engineering. He worked for Ontario Hydro in Canada for some 20 years before he joined his alma mater in 1994. He has participated in the design of many massive dams and nuclear power stations. He has served as a specialist consultant or an advisor to many international bodies such as the United Nations Development Plan, World Bank, Asian Development Bank, etc. on numerous energy and infrastructure projects in many parts of the world. Professor Lee's eminent achievement in civil engineering has been highly recognized; he was awarded the K Y Lo Medal in 2000 by the Engineering Institute of Canada and was elected the Academician of the Chinese Academy of Engineering in 2003 in recognition of his contributions to the engineering profession. He has been appointed as Justice of the Peace by the Government of Hong Kong Special Administrative Region since July 2003.

Professor Lee is currently the Chairman of Harbour-front Enhancement Committee, the President of Hong Kong Academy of Engineering Science, the Chairman of Veterinary Surgeons Board, the Chairman of Hong Kong Institute for Promotion of Chinese Culture and the Vice Chairman of Librarian Advisory Council, a member of Audit Sub-Committee of Hong Kong Housing Authority, a board member of Hong Kong Cyberport Management Company Limited and a member of Research Grants Council. He is also currently an independent non-executive director of Shimao China Holdings Limited (stock code 649).

Save as disclosed above, Professor Lee did not hold any other directorship in any listed public companies in the last three years. Other than disclosed in this announcement, he does not hold any positions with Paul Y. Engineering or any of its subsidiaries. Professor Lee does not have interest in any shares or underlying shares of Paul Y. Engineering required to be disclosed pursuant to Part XV of the SFO nor does he have any relationship with any directors, senior management or substantial shareholder or controlling shareholder of Paul Y. Engineering. He has not entered into any service contract with Paul Y. Engineering and its subsidiaries and is subject to retirement by rotations and re-election in accordance with the bye-laws of Paul Y. Engineering as mentioned above. There is no agreement between Paul Y. Engineering and its subsidiaries and Professor Lee in respect of any proposed length of service or prior notice to be given by either party for termination of service with regard to his engagement as an independent non-executive director of Paul Y. Engineering. Mr. Lee will receive a director's fee of HK\$300,000 per annum, which is determined with reference to the prevailing market conditions.

Mr. Iain Ferguson Bruce, aged 63, has more than 40 years of international experience in accounting and consulting. He joined KPMG Hong Kong in 1964 and was its senior partner from 1991 to 1996. He is a member of the Institute of Chartered Accountants of Scotland and the Hong Kong Institute of Certified Public Accountants. He serves as an independent non-executive director on the boards of several publicly listed companies in Hong Kong, China Merchants DiChain (Asia) Limited (stock code: 632), Vitasoy International Holdings Ltd. (stock code: 345), Wing On Company International Limited (stock code: 289) and Tencent Holdings Limited (stock code: 700). He is also an independent non-executive director of Noble Group Limited, a company whose shares are listed on the Singapore Exchange Securities Trading Limited, and DF China Technology Inc., a company whose shares are traded on Nasdaq Bulletin Board.

Save as disclosed above, Mr. Bruce did not hold any other directorship in any listed public companies in the last three years. Other than disclosed in this announcement, he does not hold any positions with Paul Y. Engineering or any of its subsidiaries. Mr. Bruce does not have an interest in any shares or underlying shares of Paul Y. Engineering required to be disclosed pursuant to Part XV of the SFO nor does he have any relationship with any directors, senior management or substantial shareholder or controlling shareholder of Paul Y. Engineering. He has not entered into any service contract with Paul Y. Engineering and its subsidiaries and is subject to retirement by rotation and re-election in accordance with the bye-laws of Paul Y. Engineering as mentioned above. There is no agreement between Paul Y. Engineering and its subsidiaries and Mr. Bruce in respect of any proposed length of service or prior notice to be given by either party for termination of service with regard to his engagement as an independent non-executive director of Paul Y. Engineering. Mr. Bruce will receive a director's fee of HK\$300,000 per annum, which is determined with reference to the prevailing market conditions.

8. RESIGNATION OF DIRECTORS OF PAUL Y. ENGINEERING

To reflect the new management of Paul Y. Engineering, with immediate effect after completion of the Restructuring Proposal, Messrs. Choi Wing Kin, Wu Wing Kin and To Chi resigned as executive directors of Paul Y. Engineering, and Mr. Lo Chi Ho, William resigned as a non-executive director of Paul Y. Engineering. Messrs. Cheung Hon Kit and Ng Wai Hung resigned as independent non-executive directors of Paul Y. Engineering and ceased to be members of the Audit Committee of Paul Y. Engineering.

The above resigning directors have confirmed that there is no disagreement with the Board and there are no matters that need to be brought to the attention of the shareholders of Paul Y. Engineering.

9. CHANGE OF COMPANY SECRETARY AND AGENTS FOR THE SERVICE OF PROCESS OF PAUL Y. ENGINEERING

With effect from 17th January, 2005, Mr. To Chi resigned and Ms. Mui Ching Hung, Joanna has been appointed as the Company Secretary of Paul Y. Engineering.

With effect from 17th January, 2005, Mr. Wong Wing Hoo, Billy and Mr. Lee Hon Chiu have been appointed as the agents for the service of process in Hong Kong of Paul Y. Engineering.

10. CHANGE OF PRINCIPAL PLACE OF BUSINESS IN HONG KONG OF PAUL Y. ENGINEERING

With effect from 17th January, 2005, the principal place of business of Paul Y. Engineering in Hong Kong has been changed to 31st Floor, Paul Y. Centre, 51 Hung To Road, Kwun Tong, Kowloon, Hong Kong.

11. SUSPENSION OF TRADING IN SHARES OF PAUL Y. ENGINEERING

Trading in the shares of Paul Y. Engineering on the Stock Exchange has been suspended at the request of Paul Y. Engineering with effect from 9:30 a.m. on 16th October, 2003.

Following the completion of the Restructuring Proposal and appointment of three independent non-executive Directors as mentioned above, the outstanding conditions for the resumption in trading of the shares of Paul Y. Engineering include:

- (i) withdrawal of all winding up petitions, if any, filed against any member of the Paul Y. Engineering group;**
- (ii) restoration of the holding of at least 25% of Paul Y. Engineering's issued share capital in public hands; and**
- (iii) issue of a resumption announcement.**

As at the date of this announcement, no winding up petition has been filed against any member of the Paul Y. Engineering group and the other conditions are yet to be fulfilled. The Stock Exchange has stated that additional conditions for resumption may be placed on Paul Y. Engineering if it considers appropriate. Further announcement will be made as to whether and when trading of the shares of Paul Y. Engineering will be resumed.

RESIGNATION OF DIRECTORS AND CHANGE OF COMPANY SECRETARY OF PAUL Y

The board of directors (the “Paul Y Board”) of Paul Y announces that in order to clearly delineate the responsibilities of the individual directors and officer towards the respective board of Paul Y and Paul Y. Engineering upon completion of the Restructuring Proposal, (i) Mr. Wong Wing Hoo, Billy has resigned as the Deputy Managing Director and an executive director of Paul Y; (ii) Mr. Law Man Wah, Conrad and Mr. Lee Hon Chiu have resigned as executive directors of Paul Y; (iii) Ms. Mui Ching Hung, Joanna has resigned as the Company Secretary of Paul Y; and (iv) Ms. Wong Lai Kin, Elsa has been appointed as the Company Secretary of Paul Y in place of Ms. Mui, all with effect from 17th January, 2005.

Mr. Wong, Mr. Law and Mr. Lee have confirmed that there is no disagreement with the Paul Y Board and there are no matters that need to be brought to the attention of the shareholders of Paul Y.

The Paul Y Board would like to take this opportunity to thank Mr. Wong, Mr. Law, Mr. Lee and Ms. Mui for their valuable contribution to Paul Y in the past and to extend its warmest welcome to Ms. Wong for her new appointment to Paul Y.

GENERAL

The board of directors of Paul Y. Engineering comprises six directors, of which (i) two are executive directors, namely, Mr. Wong Wing Hoo, Billy and Mr. Lee Hon Chiu; (ii) one is non-executive director, namely, Mr. Lau Ko Yuen, Tom; and (iii) three are independent non-executive directors, namely, Mr. Ronald James Blake, Mr. Lee Chack Fan and Mr. Iain Ferguson Bruce.

The board of directors of Paul Y comprises nine directors, of which (i) five are executive directors, namely, Dr. Chan Kwok Keung, Charles, Mr. Lau Ko Yuen, Tom, Mr. Chan Fut Yan, Ms. Chau Mei Wah, Rosanna and Mr. Cheung Hon Kit; (ii) one is non-executive director, namely, Mr. Cheung Ting Kau, Vincent; and (iii) three are independent non-executive directors, namely, Mr. Kwok Shiu Keung, Ernest, Mr. Chan Shu Kin and Dr. Chow Ming Kuen, Joseph.

By order of the board of
Skynet (International Group) Holdings Limited
(to be renamed as “Paul Y. Engineering Group Limited”)
Mui Ching Hung, Joanna
Company Secretary

By order of the board of
Paul Y. - ITC Construction Holdings Limited
Wong Lai Kin, Elsa
Company Secretary

Hong Kong, 17th January, 2005

* *for identification purpose only*

Please also refer to the published version of this announcement in The Standard.