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This announcement, for which the directors of the issuer collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the issuer. The directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief:—

- 1. the information contained in this announcement is accurate and complete in all material respects and not misleading;*
- 2. there are no other matters the omission of which would make any statement in this announcement misleading; and*
- 3. all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.*



Timeless Software Limited

(Incorporated in Hong Kong with limited liability)

We have noted that certain articles appeared in today's press which mentions the Company's plans for a listing on NASDAQ in the United States and also of a potential announcement of Internet related ventures with a state entity of the Peoples' Republic of China ("PRC"). We are issuing this announcement to clarify developments relating to the above.

The Company has been approached by representatives from NASDAQ and is considering the possibility of a listing on NASDAQ. However, the plan for such a listing is only very preliminary and no timetable has been set.

The Company is in discussions with a PRC state entity with respect to further developing its Internet related business. These discussions are in the normal course of the Company's business. The Company will make further announcements as required by the relevant requirements of the GEM Listing Rules.

In addition, we have noted the decreases in the price and increase in the trading volume of the shares of the Company and wish to state that we are not aware of any reasons for such decreases in price and increase in trading volume.

We also confirm that, save as mentioned herein or previously disclosed, there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Chapters 19 to 20 of the GEM Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 17.10 of the GEM Listing Rules, which is or may be of a price-sensitive nature.

By Order of the Board
Law Kwai Lam
Company Secretary

Hong Kong, 4th January, 2000

This announcement will remain on the GEM Web site on the "Latest Company Announcements" page for 7 days from the date of its posting.