

**CENTURY SUNSHINE ECOLOGICAL TECHNOLOGY HOLDINGS LTD:
TURNING RUBBISH AND WASTE INTO DOLLARS AND CENTS**

It can only happen in the People's Republic of China (PRC), proper, where a nothing company can come into an arrangement with a provincial government and, then, Presto! Cestode! Ho! Ho! Ho! Ho! Here come the profits!

That would appear to have been the situation in respect of sudden rise to fame of Century Sunshine Ecological Technology Holdings Ltd (Code: 8276, The Growth Enterprise Market [The GEM] of The Stock Exchange of Hongkong Ltd).

This Company went public in the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC) on February 5, 2004, and, within 47 days of its flotation, it had brought out its results for the 2003 Financial Year, indicating bumper profits for this fertiliser-manufacturing Company.

According to the Placing and Public Offer Prospectus of Century Sunshine, a solicitor of the PRC, proper, Mr Chi Wen Fu, at the time that he was the Managing Partner of a solicitors' firm in Fuzhou, Fujian, suddenly had a premonition, which caused him to down tools and to start to perform research into organic fertiliser.

Suddenly, as a bolt of lightening illumines the evening sky, so he saw the burning light of profits ... at the end of a fertiliser rainbow.

That was in January 1998.

The Prospectus, at Page 62, then, tells the story:

'Inspired by Mr. Ge Cheng, who was a friend of Mr. Chi and specialised in organic fertilizer research, Mr. Chi realized that organic plantation would be a trend in tea plantation industry in the PRC. Based on such belief and the basic knowledge of chemistry learned from early study, Mr. Chi started and funded preliminary research on microbial compound fertilizer in January 1998 ...

'In January 2000, Mr. Chi established Youxi Greenland (Green Land Bio-Products Company Ltd) together with two other investors, Ms. Zou (Ms Zou Li) and Mr. Lin Pei Qiang ... with an objective to engage in the research and development, production and sale of organic fertilizer products in Fujian province, the PRC.'

And, so, this PRC solicitor became a specialist in manure, to put it, clearly and bluntly.

Today, 4 years down the road from the date of the establishment of Green Land Bio-Products Company Ltd, now a wholly owned subsidiary of Century Sunshine, this publicly listed Company can boast of having profits of 21.37 million renminbi (about \$HK20.16 million) for the Financial Year, ended December 31, 2003.

The Flotation

Century Sunshine, on February 5, 2004, Offered a total of 96 million, 10-cent Shares at a Premium of 45 cents per Share.

Of the total number of Shares on Offer, 86.40 million Shares were to be Placed, and only 9.60 million Shares were to be Offered to the investing public.

As it turned out, however, valid applications for 1,213,140,000 Shares were received in 1,619 applications.

That was an over-subscription of about 126 times.

As a result, the Company announced:

'Due to the over-subscription in the Public Offer, the clawback mechanism as set forth in the section headed "Structure and conditions of the Share Offer" in the Prospectus has been applied. A total of 38,400,000 Placing Shares initially available for subscription under the Placing have been reallocated to the Public Offer. As a result of such reallocation, there are 48,000,000 Public Offer Shares available for subscription under the Public Offer, representing 50% of the total number of Offer Shares.'

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