

CAPINFO

CAPINFO COMPANY LIMITED*

首都信息發展股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 8157)

PROPOSED RE-ELECTION AND ELECTION OF DIRECTORS AND SUPERVISORS

The board of directors (the “Board”) of Capinfo Company Limited (the “Company”, together with its subsidiaries, the “Group”) announces that in accordance with the Company’s Articles of Association, the Company will elect and appoint directors (“Directors”) and supervisors (“Supervisors”) to constitute the third session of the Board and the Supervisory Committee of the Company respectively at the extraordinary general meeting to be held on 13 October 2006 (the “Extraordinary General Meeting”). The third session of the Board and the Supervisory Committee of the Company will be for a period of three years from the conclusion of the Extraordinary General Meeting. Certain non-executive and independent non-executive Directors of the second session of the Board, namely Mr. Ye Yongdong (non-executive), Mr. Wong Ying Ho, Kennedy (independent non-executive) and Mr. Ng Kin Fai Francis (independent non-executive), and a Supervisor of second session of the Supervisory Committee, namely Mr. Cheng Huajun, will retire at the Extraordinary General Meeting. The remaining Directors and Supervisors of the second session of the Board and the Supervisory Committee of the Company have offered themselves for re-election but Dr. Wu Bo, who is currently an executive Director, would be re-designated as a non-executive Director.

At the Extraordinary General Meeting, the Board, upon receipt of nominations from the shareholders of the Company, proposes to appoint Mr. Liu Zhiyong as a non-executive Director and Mr. Chen Jing and Mr. Ye Lu as independent non-executive Directors. According to the Articles of Association of the Company, Mr. Yao Yuan has been elected by the employees of the Company as a Supervisor for the third session of the Supervisory Committee.

The Board believe that the changes in Directors and Supervisors will not have any significant adverse impact in the daily operation and business of the Company.

The proposed appointments of the Directors of the Company are subject to the requirement of Rule 5.02 of the Rules Governing the Listing of Securities on The Growth Enterprise Market of the Stock Exchange (the “GEM Listing Rules”), which stipulates that the appointment is subject to the satisfaction of the Stock Exchange that the Director has the character, experience and integrity and is able to demonstrate a standard of competence commensurate with his position as a Director and the approval by the shareholders at the Extraordinary General Meeting. The proposed ordinary resolutions for the appointment and re-election of Directors and Supervisors have been set out in the notice of Extraordinary General Meeting dated 11 August 2006.

DIRECTORS AND SUPERVISORS OFFERED FOR RE-ELECTION AND PERSONS PROPOSED FOR ELECTION AS DIRECTORS AND SUPERVISORS

The retiring Directors offered for re-election under ordinary resolution 1 as set out in the notice of the Extraordinary General Meeting dated 11 August 2006 are:

Executive Directors

- Dr. Chen Xinxiang
- Dr. Wang Xu
- Ms. Zhang Yan

Non-executive Directors

- Mr. Li Minji
- Mr. Xing Dehai
- Mr. Xu Zhe
- Mr. Bai Liming
- Dr. Wu Bo (to be re-designated from executive to non-executive role)
- Mr. Qi Qigong
- Mr. Pan Jiaren
- Ms. Tan Guoan
- Dr. Xia Peng

Independent non-executive Director

- Mr. Liu Dongdong

Persons proposed for election as Directors under ordinary resolution 2 as set out in the notice of the Extraordinary General Meeting are:

Non-executive Director

- Mr. Liu Zhiyong

Independent non-executive Directors

- Mr. Chen Jing
- Mr. Ye Lu

The retiring Supervisors offered for re-election under ordinary resolution 3 as set out in the notice of the Extraordinary General Meeting dated 11 August 2006 are:

- Ms. Liu Jian
- Mr. Zhang Zhenlong

BRIEF PROFILE OF PERSONS PROPOSED FOR APPOINTMENT OR RE-ELECTION AS DIRECTORS AND FOR RE-ELECTION AS SUPERVISORS

A. PERSON SUBJECT TO RE-ELECTION

Executive Directors

1. Dr. Chen Xinxiang (陳信祥博士)

Dr. Chen, aged 63, an executive Director and the chairman of the Board. Dr. Chen joined the Group in January 1998 as a vice president and has been responsible for the overall strategic planning of the Group since then, became an executive director in May 2000, and became the chairman of the Board in July 2001. He graduated from the Department of Precision Instrument of Tsinghua University in 1966, majoring in optical instrument. In 1986, Dr. Chen received a doctorate degree from the Faculty of Electrical Engineering of the Pennsylvania State University in the United States. Prior to joining the Group, Dr. Chen had served successively as deputy chief engineer and chief engineer of the Beijing Economic Commission, a government entity, and as the chief representative of SAP China.

Dr. Chen has entered into a director's service contract with the Company for a term of three years commencing in May 2000 and would continue thereafter until terminated by either party. Dr. Chen's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Dr. Chen is entitled to a fixed emolument of approximately RMB29,000 per month which is determined after arm's length negotiation between the parties plus a discretionary bonus to be determined by the Board from time to time.

The Company has granted options to Dr. Chen entitling him to subscribe for 4,009,750 H Shares of the Company, the exercise of which is subject to the relevant rules and regulations of PRC law. Save for the aforesaid, Dr. Chen does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO"). Other than disclosed above, Dr. Chen is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that needs to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

2. Dr. Wang Xu (汪旭博士)

Dr. Wang, aged 37, an executive Director since July 2001 and the chief executive of the Company. He joined the Company in September 1998 and was responsible for the administration and execution of the business strategies of the Group. Dr. Wang received his doctorate degree at the Faculty of Technical Economics of Tsinghua University in the PRC in 1999.

Dr. Wang has entered into a director's service contract with the Company for a term of three years commencing in July 2001 and would continue thereafter until terminated by either party. Dr. Wang's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Dr. Wang is entitled to a fixed emolument of approximately RMB23,000 per month which is determined after arm's length negotiation between the parties plus a discretionary bonus to be determined by the Board from time to time.

The Company has granted options to Dr. Wang entitling him to subscribe for 2,763,350 H Shares of the Company, the exercise of which is subject to the relevant rules and regulations of PRC law. Save for the aforesaid, Dr. Wang does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Dr. Wang is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

3. Ms. Zhang Yan (張延女士)

Ms. Zhang, aged 52, an executive director of the Company since July 2001 and the vice chief executive and the chief accountant of the Company. She joined the Group in March 1998 and has been responsible for the financial management of the Group. Ms. Zhang received a bachelor's degree from the Faculty of Commerce and Economy of the People's University in the PRC in 1985. She has over 26 years' experience in finance and accounting in the PRC and Hong Kong, and was once the head of corporate finance department of the Stone Group, manager of finance department of the Hong Kong Stone Company and deputy director of corporate finance of the Stone Group prior to the joining of the Group.

Ms. Zhang has entered into a director's service contract with the Company for a term of three years commencing in July 2001 and would continue thereafter until terminated by either party. Ms. Zhang's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Ms. Zhang is entitled to a fixed emolument of approximately RMB20,000 per month which is determined after arm's length negotiation between the parties plus a discretionary bonus to be determined by the Board from time to time.

The Company has granted options to Ms. Zhang entitling her to subscribe for 2,774,200 H Shares of the Company, the exercise of which is subject to the relevant rules and regulations of PRC law. Save for the aforesaid, Ms. Zhang does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Ms. Zhang is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

4. Mr. Li Minji (李民吉先生)

Mr. Li, aged 41, a non-executive Director since September 2004, and is currently deputy general manager of the Beijing State-owned Asset Management Corporation Limited (“BSAM”), the controlling shareholder of the Company. Mr. Li graduated from the Faculty of Finance and Administration of the People’s University, PRC and received a master degree in economics. He successively served as an assistant to the chief executive officer of Beijing International Trust and Investment Corporation Limited, chief executive officer of Beijing Venture Capital Co., Ltd., deputy general manager of Capital Securities Co., Ltd. and has over 15 years of experience in operation and management.

Mr. Li’s appointment is subject to retirement by rotation and re-election in accordance with the Company’s Articles and Association, which specify that each session of the Board will be for a period of three years. Mr. Li is not entitled to any emolument.

Mr. Li does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Li is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company’s shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

5. Mr. Xing Dehai (邢德海先生)

Mr. Xing, aged 65, a non-executive Director since September 2004, and is currently specially appointed director of BSAM. Mr. Xing graduated from the Party School of Beijing Commission. He successively served as chairman of Beijing Longda Light Industry Holdings Company Limited, general manager of Beijing Second Light Industry Corporation and has over 45 years of experience in operation and management.

Mr. Xing’s appointment is subject to retirement by rotation and re-election in accordance with the Company’s Articles and Association, which specify that each session of the Board will be for a period of three years. Mr. Xing is not entitled to any emolument.

Mr. Xing does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Xing is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company’s shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

6. Mr. Xu Zhe (徐哲先生)

Mr. Xu, aged 35, joined the Group in July 2003 as a non-executive Director and is currently the manager of Capital Operation Division of BSAM. He graduated from the Beijing Economics College (currently known as the Capital University of Business) in 1993 with a degree in corporate management. Mr. Xu worked in Beijing International Trust and Investment Corporation Limited and has over 10 years of experience in corporate operation and management.

Mr. Xu's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Mr. Xu is not entitled to any emolument.

Mr. Xu does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Xu is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

7. Mr. Bai Li Ming (白利明先生)

Mr. Bai, aged 32, joined the Group in July 2003 as a non-executive Director and is currently the project manager of Capital Operation Division of BSAM. He graduated from the Faculty of Technical Economics of Tsinghua University in 2000 with a master degree. He had worked for China Chemical Import and Export Company and Ping An Insurance Company Beijing Branch and has been engaged in investment and asset management work since then. He has 5 years of experience in management.

Mr. Bai's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Mr. Bai is not entitled to any emolument.

Mr. Bai does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Bai is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

8. Dr. Wu Bo (吴波博士)

Dr. Wu, aged 48, an executive Director (to be re-designated from executive to non-executive role) and the vice chief executive of the Company since July 2001. He joined the Group in August 2000 and is responsible for overseeing the Company's sales and marketing functions. Dr. Wu graduated from the Faculty of optic engineering of Huazhong University of Science and Technology in 1982 and 1984 with a bachelor and a master degree of science respectively. He received a doctorate degree in 1991 in the Doctor Student Training Program co-organised by the Bonn University of Germany and the Dalian University of Technology, and his research subject was optic instruments and applied physics. He worked as a postdoctoral scholar in the Physics Postdoctoral Scholar Circulation Station of Tsinghua University from 1991 to 1993. Dr. Wu has served successively as head of international department of Jitong Communication Co. Ltd., sales manager of the CLI Company, USA, the General Manager of Beijing Corghi Auto Services Equipment Co., Ltd. and the Chairman of Beijing Taigu'er Mechanical and Electrical Technology Co., Ltd prior to the joining of the Company.

Dr. Wu has entered into a director's service contract with the Company for a term of three years commencing in July 2001 and would continue thereafter until terminated by either party. Dr. Wu's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Dr. Wu is entitled to a fixed emolument of approximately RMB20,000 per month which is determined after arm's length negotiation between the parties plus a discretionary bonus to be determined by the Board from time to time.

The Company has granted options to Dr. Wu entitling him to subscribe for 2,727,700 H Shares of the Company, the exercise of which is subject to the relevant rules and regulations of PRC law. Save for the aforesaid, Dr. Wu does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Dr. Wu is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

9. Mr. Qi Qigong (戚其功先生)

Mr. Qi, aged 45, became a non-executive Director in July 2001, and is currently the deputy general manager of China Netcom Corporation Beijing Branch. Mr. Qi graduated from Hong Kong University of Science and Technology with a master degree in international business management for senior executives. He has extensive experience in corporate management, economic management and financial management, and has served successively as the assistant to the head of the Beijing Telecom Bureau, deputy head of the Finance Office and assistant to director of the Beijing Telecommunication Administration, as well as manager assistant, manager of finance department, deputy general manager of Beijing Telecom Company, deputy general manager of Beijing Communication Corporation, and deputy general manager of China Netcom Corporation Beijing Branch.

Mr. Qi's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Mr. Qi is not entitled to any emolument.

The Company has granted options to Mr. Qi entitling him to subscribe for 2,710,650 H Shares of the Company, the exercise of which is subject to the relevant rules and regulations of PRC Law. Save for the aforesaid, Mr. Qi does not have any interest in the shares or underlying shares of the Company within the meaning of the SFO. Other than disclosed above, Mr. Qi is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

10. Mr. Pan Jiaren (潘家任先生)

Mr. Pan, aged 65, joined the Group in July 2001 as a non-executive Director. Mr Pan graduated from the Faculty of Physics of Wuhan University in the PRC in 1963 with a bachelor degree. He has over 40 years of experience in broadcasting and television, and was granted several times the Award of Technology Advancement by the Ministry of Broadcasting and Telecommunication of the PRC (MBT). Mr. Pan has served successively as the deputy director of design division of MBT, the director of Shuang Qiao Equipment Manufacturing Plant of MBT and the head of Aerial Specialist Committee under the Science and Technology Committee of MBT. Mr. Pan has successively engaged in the construction of radio station projects in a number of countries including Albania, Vietnam and Zambia. Currently, he is a director of Beijing Sino-Sky Radio TV & Communication Technology Co. Ltd.

Mr. Pan's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Mr. Pan is not entitled to any emolument.

The Company has granted options to Mr. Pan entitling him to subscribe for 2,710,650 H Shares of the Company, the exercise of which is subject to the relevant rules and resolutions of PRC Law. Save for the aforesaid, Mr. Pan does not have any interest in the shares or underlying shares of the Company within the meaning of the SFO. Mr. Pan is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

11. Ms. Tan Guoan (譚國安女士)

Ms. Tan, aged 60, joined the Company in July 2003 as a non-executive Director and is currently the deputy general manager of China Monetary Electronisation Corporation. She graduated from the Faculty of Wireless Radio in 1986 and had successively served as the associate director of the Research Department of Beijing Automation Technology, director of Department of Technology of the People's Bank of China and general manager of Zhong Yuan Monetary Data Network Company Limited. She has over 35 years of experience in management.

Ms. Tan's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Ms Tan is not entitled to any emolument.

Ms Tan does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Ms Tan is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

12. Dr. Xia Peng (夏鵬博士)

Mr. Xia, aged 40, a non-executive Director since 31 March 2006. He has been the financial controller of 北京廣播影視集團 (Beijing All Media and Culture Group) Dr. Xia obtained a Ph.D degree in accountancy from 中國人民大學 (People's University in the PRC) in 2005. He is a member of the Chinese Institute of Certified Public Accountants. Mr. Xia had worked at 中國對外經濟貿易會計學會 (the Accounting Society for Foreign Relations and Trade of China) as a director of the editorial department, the vice-chairman and the secretary general. Dr. Xia has over ten years of management experience.

Dr. Xia's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Dr. Xia is not entitled to any emolument.

Dr. Xia does not have any interest in the shares or underlying shares of the Company within the meaning of the SFO. Dr. Xia is not connected with any directors, supervisors, senior management, management shareholders, substantial shareholders or the controlling shareholder of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

13. Mr. Liu Dongdong (劉東東先生)

Mr. Liu, aged 31, joined the Group and became an independent non-executive Director in September 2004, is currently executive director of Beijing Jingdu Management Consultant Company Limited.

Mr. Liu graduated from the North East University of Finance and Economics in 1997 and received a bachelor degree in economics. He is a member of the Chinese Institute of Certified Public Accountants and the Association of Chartered Certified Accountants since 2000 and successively served as senior accountant of Shougang Concord Group Corporation, project manager of Horwath International Beijing Jingdu Certified Public Accountants Co., Ltd. He has over 7 years of experience in operation and management.

Mr. Liu's appointment of director is subject to retirement by rotation and re-election in accordance with the Company's Articles of Association, which specify that each session of the Board will be for a period of three years. Mr. Liu is entitled to a fixed emolument of RMB50,000 per year which is determined after arm's length negotiation between the parties.

Mr. Liu does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Mr. Liu is not connected with any directors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

Supervisors

14 Ms. Liu Jian (劉健女士)

Ms. Liu, aged 54, was appointed a Supervisor on 25 July 2001. Ms. Liu graduated in 1995 from the Shanghai Finance University with a master degree. Currently a director and deputy general manager of BSAM, Ms. Liu has served as head of Jiangxi Pharmaceutical Factory, head of Jiangxi Medical Equipment Factory, deputy chairman of the board of directors and financial controller of Beijing Wandong Medical Instrument Company and financial controller in Beijing Offshore Financing and Investment Management Centre, aggregating extensive experience in finance and management.

Ms. Liu's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Ms. Liu is not entitled to any emolument.

Ms. Liu does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Ms. Liu is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

15. Mr. Zhang Zhenlong (張振龍先生)

Mr. Zhang, aged 30, a Supervisor. Mr. ZHANG joined the Supervisory Committee on 30 June 2000 and has currently worked for BSAM. Mr. Zhang graduated in June 1998 from China Chongqing Institute of Technology with a bachelor degree in accountancy in 1998, and has over 5 years of management experience.

Mr. Zhang's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Mr. Zhang is not entitled to any emolument.

Mr. Zhang does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Zhang is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

B. PERSONS TO BE APPOINTED

Non-executive Director

16. Mr. Liu Zhiyong (劉志勇先生)

Mr. Liu, aged 41, is currently general manager of China Telecom Systems Integration Limited. Mr. Liu graduated from Beijing College of Posts and Telecommunications (now Beijing University of Posts and Telecommunications) in 1991, majoring in electronics and communications and received a master degree. He successively served as deputy chief engineer of Shandong Provincial Administration of Posts and Telecommunications, deputy general manager of Anhui Telecom Company Limited and manager of China Telecom Internet Operations, Product Development Centre Internet Product Department and Corporate Informatization Department. He has over 15 years of experience in management.

Mr. Liu's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Board will be for a period of three years. Mr. Liu is not entitled to any emolument.

Mr. Liu does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Liu is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

Independent non-executive Directors

17. Mr. Chen Jing (陳靜先生)

Mr. Chen, aged 61, is currently an advisor to the People's Bank of China, a member of the Advisory Committee for State Informatization, an expert of the expert advisory group for Beijing Municipal Government. Concurrently, Mr. Chen serves as professor of South Western University of Finance and Economics, University of International Business and Economics and Xi'an Jiaotong University. Mr. Chen graduated from Tsinghua University in 1967, majoring in automatic control. He successively served as director, department of science and technology for the People's Bank of China, office director of National Banking Informatization Leading Group, and standing deputy chief and chief of Chengdu Computer Application Institute of Chinese Academy of Science.

Mr. Chen's appointment of director is subject to retirement by rotation and re-election in accordance with the Company's Articles of Association, which specify that each session of the Board will be for a period of three years. Mr. Chen is entitled to a fixed emolument of RMB50,000 per year which is determined after arm's length negotiation between the parties.

Mr. Chen does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Chen is not connected with any directors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

18. Mr. Ye Lu (葉路先生)

Mr. Ye, aged 61, is currently a professor and a doctoral tutor of National University of Defence Technology and Beijing Institute of Technology and a professor rank research fellow of No. 15 Electronics Institute of the Ministry of Information Industry. Mr. Ye graduated from Tsinghua University, majoring in computer. He successively held positions in the national defence industry office of the CPC Central Military Commission, the State Commission of Defence Science and Industry and PLA General Equipment Headquarters and served as the military attache (defence science and technology) of the Chinese Embassy in England. Mr. Ye led the preparation of the military computer hardware, software and networks scientific research planning for the "Seventh Five-Year Plan", the "Eighth Five-Year Plan" and the "Ninth Five-Year Plan" of the whole army. He also participated in the development of Yinhe supercomputer.

Mr. Ye's appointment of director is subject to retirement by rotation and re-election in accordance with the Company's Articles of Association, which specify that each session of the Board will be for a period of three years. Mr. Ye is entitled to a fixed emolument of RMB50,000 per year which is determined after arm's length negotiation between the parties.

Mr. Ye does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Ye is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

Supervisor (for information of shareholders only)

19. Mr. Yao Yuan (姚遠先生)

Mr. Yao aged 30, is currently Chief of the Legal Affairs Department of the Company. Mr. Yao graduated from the Law Department of Peking University in 1998, majoring in both economic laws and international laws and received a LLB degree. Mr. Yao successively served as a counsel of Air China Limited and a lawyer of Jingtian & Gongcheng and Tianke & Guodi Law Office.

Mr. Yao has been elected by employees of the Company as a Supervisor and not subject to election by shareholders at the EGM. Mr. Yao's appointment is subject to retirement by rotation and re-election in accordance with the Company's Articles and Association, which specify that each session of the Supervisory Committee will be for a period of three years. Mr. Yao is entitled to a fixed emolument of approximately RMB9,000 per month which is determined after arm's length negotiation between the parties plus a discretionary bonus to be determined by the Board from time to time.

Mr. Yao does not have any interest in the shares or underlying shares of the Company within the meaning of Part XV of the SFO. Other than disclosed above, Mr. Yao is not connected with any directors, supervisors, senior management, substantial shareholders or controlling shareholders of the Company.

Other than disclosed above, there is no matter that need to be brought to the attention of the Company's shareholders and there is no information to be disclosed pursuant to any of the requirements of Rule 17.50(2) of the GEM Listing Rules.

By Order of the Board
CAPINFO COMPANY LIMITED*
Dr. CHEN Xinxiang
Chairman

The People's Republic of China, 11 August 2006

This announcement, for which the Directors of the Company 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 Company. The Directors of the Company, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief:– (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) 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.

This announcement will remain on the GEM website at www.hkgem.com on the “Latest Company Announcements” page for at least 7 days from the date of its posting.

For the purpose of this announcement, the English names of the PRC authorities, entities or qualifications are translation of their Chinese names and included in this announcement for identification purpose only. In the event of inconsistency, the Chinese name shall prevail.

As of the date hereof, the executive directors of the Company are Dr. Chen Xinxiang, Dr. Wang Xu, Ms. Zhang Yan, Dr. Wu Bo; the non-executive directors of the Company are Mr. Li Minji, Mr. Xing Dehai, Mr. Xu Zhe, Mr. Bai Liming, Mr. Qi Qigong, Mr. Pan Jiaren, Mr. Ye Yongdong, Ms. Tan Guoan, Mr. Xia Peng and the independent non-executive directors of the Company are Mr. Wong Ying Ho, Kennedy, Mr. Ng Kin Fai, Francis and Mr. Liu Dongdong.

** For identification purpose only*