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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)

FURTHER EXERCISE OF OVER-ALLOCATION OPTION

On 14th January, 2002, CPY International (on behalf of the Placing Underwriters) further partially exercised the Over-allocation Option in respect of 32,000,000 H Shares comprising 29,090,909 New H Shares and 2,909,091 Sale H Shares at HK\$0.48 per H Share, being the Placing Price.

Unless otherwise defined herein, terms and expressions used in this announcement shall have the same meanings as those defined in the prospectus (the “Prospectus”) dated 17th December, 2001, and the announcement (the “Announcement”) dated 20th December, 2001 issued by Capinfo Company Limited (the “Company”).

The Board hereby announces that the Over-allocation Option granted by the Company and the Vendor referred to in the Prospectus was further partially exercised (the “Second Partial Over-allocation Placing”) by Core Pacific – Yamaichi International (H.K.) Limited (“CPY International”) on behalf of the Placing Underwriters on 14th January, 2002 solely to cover over-allocations to Pacific Millennium, an independent third party to the Group, its directors, chief executives, management shareholders, significant shareholders and their respective associates in the Placing. As stated in the Announcement, Pacific Millennium has agreed with the Company to subscribe for or purchase 32,000,000 H Shares through CPY International at the Placing Price under the Placing. Pacific Millennium has also undertaken with the Company and CPY International that without the prior written consent of the Company and CPY International, it will not for a period of six months from the Listing Date, directly or indirectly, dispose of any of its interests in the Over-allocation Shares. No Over-allocation Share (as defined below) has been allotted to any party or group of persons specified under Rule 10.12 (4) of the GEM Listing Rules.

Pursuant to the Second Partial Over-allocation Placing, 32,000,000 H Shares (the “Over-allocation Shares”) comprising 29,090,909 New H Shares and 2,909,091 Sale H Shares at HK\$0.48 per H Share, being the Placing Price, will be issued and allotted by the Company or sold by the Vendor (where applicable) and are expected to be issued and transferred (where applicable) and listed on GEM on 15th January, 2002. The Over-allocation Shares represent approximately 1.12% and 1.10% of the issued share capital of the Company before and after exercise of the Second Partial Over-allocation Placing respectively. The remaining balance of the Over-allocation Option exercisable by CPY International (on behalf of the Placing Underwriters) after exercise of the Second Over-allocation Option will be 42,157,149 H Shares.

The registered share capital of the Company prior to and after the issue of the Over-allocation Shares are as follows:

Shareholder	Upon exercise of the First Partial Over-allocation Placing		Upon exercise of the Second Partial Over-allocation Placing	
	Shares	%	Shares	%
BSAM	1,786,414,174	62.27	1,783,631,919	61.55
Post and Telecom Network	50,989,255	1.78	50,909,837	1.76
Beijing Sino-Sky	102,832,000	3.58	102,832,000	3.55
Beijing Telecom Investments	52,832,000	1.84	52,832,000	1.82
Beijing Gehua	102,832,000	3.58	102,832,000	3.55
China Financial Data Network	30,597,753	1.07	30,550,335	1.05
Public	742,498,000	25.88	774,498,000	26.72
Total	<u>2,868,995,182</u>	<u>100.00</u>	<u>2,898,086,091</u>	<u>100.00</u>

As set out in the section headed “Use of proceeds” of the Prospectus, the net proceeds of approximately HK\$13 million from the issue of the Over-allocation Shares will be used for the expansion of CPIP, general research, marketing and brand building and as general working capital of the Group.

By order of the Board
Capinfo Company Limited
Chen Xinxiang
Chairman

Hong Kong, 14th January, 2002

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, 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.

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** For identification purposes only*