

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.



GRANDY APPLIED ENVIRONMENTAL TECHNOLOGY CORPORATION
泓迪應用環保科技有限公司*

(Proposed to be renamed “Grandy Corporation (泓迪有限公司)”)
(Incorporated in the Cayman Islands with limited liability)*

NOTICE OF EXTRAORDINARY GENERAL MEETING

NOTICE IS HEREBY GIVEN that an extraordinary general meeting of Grandy Applied Environmental Technology Corporation (the “Company”) will be held at 10/F., Luk Kwok Centre, 72 Gloucester Road, Wanchai, Hong Kong on Friday, 9 January 2004 at 9:30 a.m. for the purpose of considering and, if thought fit, passing with or without amendment, the following resolutions of the Company:

SPECIAL RESOLUTION

1. **“THAT**, subject to the approval of the Registrar of Companies in the Cayman Islands, the name of the Company be and is hereby changed from “Grandy Applied Environmental Technology Corporation” to “Grandy Corporation”.”

ORDINARY RESOLUTION

2. **“THAT:**
 - (A) conditional on the consent of the relevant optionholders, options (“Options”) to subscribe for up to an aggregate of 84,745,000 shares in the capital of the Company (“Shares”) granted by the Company but not exercised, split between 77,600,000 Shares and 7,145,000 Shares under its Pre-IPO Share Option Scheme and Share Option Scheme respectively, both adopted by the Company on 20 April 2002, be cancelled with effect from the dates of such optionholders’ consent; and
 - (B) the directors of the Company be and are hereby authorised to do all such acts and things as they may, in their absolute discretion, deem necessary, desirable or appropriate to effect and implement the proposed cancellation of the Options as referred to in (A) above.”

By order of the Board
Grandy Applied Environmental Technology Corporation
Tsui Tai Hoi Raymond
Managing Director

Hong Kong, 16 December 2003

* *For identification purposes only*

Registered Office:
Century Yard, Cricket Square
Hutchins Drive, P.O. Box 2681GT
George Town, Grand Cayman
British West Indies

Head Office and Principal Place of Business:
10/F., Luk Kwok Centre
72 Gloucester Road
Wanchai, Hong Kong

Notes:

1. A member entitled to attend and vote at the meeting convened by the above notice is entitled to appoint one or more proxy to attend and, subject to the provisions of the articles of association of the Company, vote in his stead. A proxy need not be a member of the Company.
2. In order to be valid, the form of proxy must be duly completed, signed and deposited together with a power of attorney or other authority (if any) under which it is signed or a notarially certified copy of that power or authority, at the Company's head office and principal place of business at 10/F., Luk Kwok Centre, 72 Gloucester Road, Wanchai, Hong Kong, not less than 48 hours before the time appointed for holding the meeting.
3. In the case of joint registered holders of any shares of the Company, any one of them may vote at the meeting, either personally or by proxy, in respect of such shares as if he/she was solely entitled thereto; but if more than one of such joint registered holders are present at the meeting, either personally or by proxy, that one of them so present whose name stands first on the register of members in respect of such shares shall be accepted to the exclusion of the votes of the other joint registered holders.

This announcement, for which the directors of the Company (the "Directors") 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, 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 on the "Latest Company Announcements" page for at least 7 days from the date of its posting and on the website of the Company at www.grandy.com.hk.