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This announcement, for which the directors of iSteelAsia.com Limited 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 for the purpose of giving information with regard to iSteelAsia.com Limited. 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.

iSteelAsia.com

iSTEELASIA.COM LIMITED

(Incorporated in Bermuda with limited liability)

CLARIFICATION OF FIRST QUARTER RESULTS ANNOUNCEMENT

The board of directors of iSteelAsia.com Limited wishes to announce that there has been three clerical errors in the **Chinese translation** of the results announcement of the first quarter for the three months ended June 30, 2002.

In “Financial and Operational Review”, it was stated that “The average operating cost of the Group dropped by 9.2% to approximately HK\$10.3 million as compared to approximately HK\$10.3 million in the previous quarter (FY2002Q4).” should be re-stated as “The average operating cost of the Group dropped by 9.2% to approximately HK\$10.3 million as compared to approximately HK\$11.3 million in the previous quarter (FY2002Q4).”.

In part (a) “Ordinary shares (“Shares”) of the Company of HK\$0.10 each and Warrants” of “Directors’ Interest In Shares”, the Number of Shares held by Ms. Miriam Che Li Yao through Huge Top (indirectly) with corporate interest held by VSC BVI should be re-stated from “301,206,000 Shares” to “301,026,000 Shares”.

In note 3 of “Substantial Shareholders”, the deemed interest held by TN should be re-stated from “216,867,000 Shares” to “196,301,600 Shares”.

Save and except for the above, contents of the Chinese translation of the results announcement of the first quarter for the three months ended June 30, 2002 are true and accurate.

The Stock Exchange reserves its right to take appropriate action in respect of the above matter.

By Order of the Board
Drina C. Yue
Director and Chief Executive Officer

Hong Kong, 15th August, 2002

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