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I.T LIMITED

(incorporated in Bermuda with limited liability)

(Stock Code: 999)

DISCLOSURE PURSUANT TO RULE 13.16 OF THE LISTING RULES FINANCIAL ASSISTANCE TO AN AFFILIATED COMPANY

As disclosed in the Prospectus, the Company proposed to expand its retail network in the PRC and Taiwan through GSIT, its jointly controlled entity.

Sunport, a wholly-owned subsidiary of the Company, has advanced by stages an aggregate sum of HK\$78.5 million to GSIT as working capital. Pursuant to the assets test under Rule 14.07 of the Listing Rules, the total sum advanced to GSIT exceeded 8% of the total assets of the Company as at 28 February 2005. As such, details of such financial assistance are disclosed in compliance with Rule 13.16 of the Listing Rules.

The Group is principally engaged in the sale and distribution of fashion wears and accessories. GSIT is owned as to 50% by Sunport, a wholly-owned subsidiary of the Company, and 50% by GS Trading, a wholly-owned subsidiary of Glorious Sun Enterprises, and carries on the business of the sale and distribution of the Group's fashion wear and accessories in the PRC, Taiwan and Macau.

As disclosed in the Prospectus, the Company proposed to expand its retail network in the PRC and Taiwan through GSIT and intended to apply approximately HK\$60 million out of the net proceeds of the IPO to fund such expansion.

Sunport has advanced an aggregate sum of HK\$78.5 million to GSIT by way of interest free and unsecured shareholder's loans, being its 50% share of all shareholders' loans to GSIT. Of the HK\$78.5 million, an aggregate sum of HK\$58.5 million was advanced before the IPO and this has already been disclosed in the Prospectus. The remaining sum of HK\$20 million was advanced by two stages in May 2005 and June 2005 respectively. The loans are not subject to any definitive terms of repayment. The sum of HK\$58.5 million advanced before the IPO was funded from the Company's internal resources whereas the sum of HK\$20 million advanced after the IPO was funded from the net proceeds of the IPO.

Sunport has only advanced HK\$20 million to GSIT after the IPO, such advance did not constitute a notifiable transaction under Rule 14.06 of the Listing Rules.

Pursuant to the assets test under Rule 14.07 of the Listing Rules, the total sum advanced to GSIT has exceeded 8% of the total assets of the Company as shown in its audited consolidated financial statements in the Company's annual report for the year ended 28 February 2005. This announcement is made in compliance with Rule 13.16 of the Listing Rules.

The Company will disclose relevant information about the advances in its interim and annual reports in compliance with Rule 13.22 of the Listing Rules if the circumstances giving rise to such disclosure obligation continue to exist at the time.

Dr Yeung Chun Kam, Charles *S.B.S., J.P.*, Chairman of Glorious Sun Enterprises, is a non-executive Director of the Company. Save as disclosed herein, the Directors confirm that to the best of their knowledge, information and belief and having made all reasonable enquiries, GS Trading and its ultimate beneficial owner are third parties independent of the Company and connected persons (as defined in the Listing Rules) of the Company.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context otherwise requires.

“Board”	the Board of Directors of the Company
“Company”	I.T Limited, a company incorporated in Bermuda with limited liability, the shares of which are listed on the Stock Exchange
“Directors”	directors of the Company
“Glorious Sun Enterprises”	Glorious Sun Enterprises Limited, a company listed on the Main Board of the Stock Exchange
“GS Trading”	Glorious Sun Trading (HK) Limited, a wholly-owned subsidiary of Glorious Sun Enterprises
“Group”	the Company and its subsidiaries
“GSIT”	G.S-i.t Limited, a jointly-controlled company owned as to 50% by Sunport and 50% by GS Trading
“IPO”	the initial public offering of the shares of the Company pursuant to the Prospectus
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Prospectus”	the prospectus of the Company dated 22 February 2005
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Sunport”	Sunport Holdings Limited, a wholly-owned subsidiary of the Company

By Order of the Board
Chan Wai Mo, Alva
Company Secretary

Hong Kong, 1 August 2005

*As at the date of this announcement, the Board comprises Mr Sham Kar Wai, Mr Sham Kin Wai and Mr Chan Wai Mo, Alva being the Executive Directors and Dr Yeung Chun Kam, Charles *S.B.S., J.P.* being the Non-executive Director and Mr Chan Mo Po, Paul, Dr Lo Wing Yan, William *J.P.* and Mr Wong Wai Ming being the Independent Non-executive Directors.*

Please also refer to the published version of this announcement in (South China Morning Post)