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INWORLD GROUP LIMITED

活力世界控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

CLARIFICATION ANNOUNCEMENT

The board of the Directors wishes to clarify the Article appearing in a newspaper published today regarding possible breach of the Listing Rules by Styland in respect of certain discloseable and/or connected transactions, which included connected transactions with the Group.

The Directors confirmed that all related party transactions between Styland and its published subsidiaries and the Group had been disclosed in the Prospectus and the Annual Report.

Shareholders of the Company and the public investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made at the request of the Stock Exchange.

The directors (the “Directors”) of Inworld Group Limited (the “Company”) refer to a press article (the “Article”) appearing in a newspaper published today. The Article reported that, among other matters, Styland Holdings Limited (“Styland”), being one of the shareholders of the Company, was sued by two of Styland’s shareholders in relation to possible breach of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”) in respect of certain discloseable and/or connected transactions, which included connected transactions with the Company and its subsidiaries (collectively, the “Group”).

The Directors confirmed that all related party transactions between Styland and its published subsidiaries and the Group had been disclosed in the prospectus of the Company dated 18th December 2001 (the “Prospectus”) and the annual report for the year ended 30th June 2002 (the “Annual Report”). The related party transactions, as disclosed, related to the following categories:

- Management fee paid for rental, share of office equipment and office expenditure
- Service income from IT project and website design
- Sales of computer software
- Banner design and advertisement income

* For identification purpose only

- Service income from IT project consultation
- Service income from IT project infrastructure

Except as disclosed in the Prospectus and the Annual Report, the Directors did not consider that there is any other information which should be disclosed pursuant to Chapters 17 or 19 or 20 of the Rules (the “GEM Listing Rules”) Governing the Listing of Securities on the Growth Enterprise Market (the “GEM”) of the Stock Exchange.

Shareholders of the Company and the public investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Inworld Group Limited
Koh Tat Lee, Michael
Chairman

Hong Kong, 26th September 2003

This announcement, for which the directors of the Company 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:– (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.

This announcement will remain on the “Latest Company Announcement” page of the GEM website for at least 7 days from the date of its publication.