



SINO SECURITIES INTERNATIONAL LIMITED

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INVESTMENT BANKERS

SSI Nominees Pty Ltd (ABN 51 006 724 956)

Sino Investments Pty Ltd (ABN 47 006 643 143)

Sino Asset Management Pty Ltd (ABN 61 007 282 797)

Sino Finance Portal Pty Ltd (ABN 32 086 928 306)

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13 August 2003

BY FAX: 9614 0303

Mr. Dean Litis
Senior Companies Advisor
Australian Stock Exchange Limited
Level 3, 530 Collins Street
Melbourne VIC 3000

Dear Sir

Re: Sino Securities International Limited ("SSI")

We refer to your letter of 13 August 2003 in regard to the price change and increase in volume of trading in securities in Sino Securities International Limited ("the Company").

Please note the following in response to the enquiries made in your letter.

1. The Company is not aware of any information concerning the Company that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company.
2. At this time, the Company has no intention to make any announcement to the market in the short term.
3. No, other than what management of the Company believes is a resurgence of investors' interest in the small cap stock sector and investors' appreciation of the asset backing value of the Company.
4. The Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Yours faithfully

Richard Li
Managing Director
Sino Securities International Limited

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**ASX**

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13 August 2003

Ms Samantha Tse
Company Secretary
Sino Securities International Limited
MELBOURNE

By e-mail only: samantha.tse@sino.com.au

Dear Samantha

Sino Securities International Limited (the "Company")- Price and Volume Query

We have noted a change in the price of the Company's securities from a close of 55 cents on 11 August 2003 to a close of 71 cents today. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price change and increase in volume, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?
2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?
4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me on facsimile number (03) 9614 0303. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than half an hour before the start of trading (ie before 9.30 a.m. E.S.T) on Thursday 14 August 2003.

Under listing rule 18.7A a copy of this query and the Company's response will be released to the market, so your response must be in a suitable form and separately address all questions asked. If you have any concern about release of a response, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in the rule.

In responding to this letter you should consult listing rule 3.1 and the guidance note titled "Continuous disclosure: listing rule 3.1".

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and the guidance note titled "Trading halts" we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely

Dean Litis
Senior Companies Adviser