

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.

NEXTmedia

NEXT MEDIA LIMITED

(a company incorporated in Hong Kong with limited liability)

REDUCTION OF SHARE PREMIUM ACCOUNT

The board of directors of Next Media Limited is pleased to announce that on 26 February 2003 the High Court of the Hong Kong Special Administrative Region, Court of First Instance, made an Order confirming the reduction of the share premium account of Next Media Limited by HK\$828,937,000. The amount of the credit arising from the reduction will be applied to reduce the accumulated losses of Next Media Limited. The reduction will become effective upon the filing of the Court Order with the Registrar of Companies in Hong Kong, which is expected to be on either 27 or 28 February 2003.

This announcement is made further to the announcements of Next Media Limited (the "Company") of 19 November 2002 and 22 January 2003 and the Company's circular to shareholders of 28 November 2002 relating to the proposal for the reduction of the share premium account of the Company by HK\$828,937,000 ("Reduction of Share Premium Account") and the application of the amount of the credit arising from the Reduction of Share Premium Account to reduce the accumulated losses of the Company.

As mentioned in the announcements and the circular referred to above, the Reduction of Share Premium Account was conditional on the passing of a special resolution to approve the Reduction of Share Premium Account at an extraordinary general meeting ("EGM") of the Company, the confirmation of the Reduction of Share Premium Account by the High Court of the Hong Kong Special Administrative Region, Court of First Instance (the "Court") and the registration by the Registrar of Companies in Hong Kong (the "Registrar") of the Court Order confirming the Reduction of Share Premium Account.

As mentioned in the Company's announcement of 22 January 2003, the special resolution to approve the Reduction of Share Premium Account was duly passed by the shareholders of the Company at the EGM held on 23 December 2002.

The Board is pleased to announce that the Court made an Order confirming the Reduction of Share Premium Account on 26 February 2003 pursuant to Section 60 of the Companies Ordinance. The Reduction of Share Premium Account will become effective upon the filing of the Court Order with the Registrar, which is expected to be on either 27 or 28 February 2003. If filing of the Court Order with the Registrar does not occur by 28 February 2003, a further announcement will be made by the Company.

By Order of the Board
Ting Ka Yu, Stephen
Director

Hong Kong, 26 February 2003