

CHINA BASED SOFTWARE SERVICES OUTSOURCED PROVIDER HISOFT TECHNOLOGY INTERNATIONAL LTD ENTERED INTO FIRST ROUND OF INTERNATIONAL FINANCING

Dalian, China, July 28, 2004 - HiSoft Technology International Ltd today announced that it has entered into Series A financing agreements with JAFCO Asia as lead investor and Intel Capital Corporation and Granite Global Ventures as co-investors. Proceeds from this offering will be used to finance HiSoft's growth opportunities and to help accelerate the expansion of its business globally.

Mr. Li Yuanming, General Manager of HiSoft said, "We are very excited to have obtained support from world class investors like JAFCO Asia, Intel Capital Corporation and Granite Global Ventures. According to the 2004 China Software Industry Development Report, the China's software industry is growing at a rate of more than 35 percent in the last three consecutive years. This growth is expected to accelerate as more and more international corporations outsource their operations or software development and IT support offshore. China, with its large pool of ready and well-trained engineers, government support and stable infrastructure is becoming a preferred country for outsourced work. Upon the completion of this financing round, HiSoft will be in a very good position to capture this growth and market share.

Mr. Vincent Chan, Director and Executive Vice President of JAFCO Asia said, "HiSoft's strong growth potential, its professional software development and scalable management process, coupled with a strong technical and execution focused management team are key drivers for our investment decision. Together with our co-investors, we will support HiSoft to become one of the leading China players in this space in the years to come".

Commenting on the investment, Cadol Cheung, Director of Intel Capital, Asia Pacific said, "Intel Capital is very excited by the growth of today's local technology enterprises. Our interest in HiSoft is an example of Intel Capital's commitment and support of local companies that offer products and services to accelerate this growth even faster."

Thomas Ng, Managing Partner from Granite Global Ventures, said: "HiSoft is one of the few China-based companies with the software development discipline and attributes to address the needs of the US and European customers. We look forward to helping guide the company through its growth phase over the coming years and working with its management team and stakeholders to help achieve its vision of becoming a global leader in the outsourcing industry."

About HiSoft Technology International Ltd

HiSoft Technology International Ltd will be restructured from Dalian Haihui Sci-tech Co. Ltd as part of the financing. Dalian Haihui Sci-tech Co Ltd is the first China based software company to have been accessed the CMM5 Certification at the company level. Over the last seven years, Dalian Haihui has established long-term steady alliances with many domestic and overseas global companies. It is the first Global Development Center for General Electric in China; it is a vendor of IBM Global Procurement Service Group in China; it is also the Development Center for UNISYS, Japan. It was also assessed as one of the most high-growth software companies in China for several consecutive years by CCID, and was listed in the first batch of China Software Export Euro-America Project (outsourcing group A). For more information, please visit the company's website at www.haihuisoft.com.cn.

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About Granite Global Ventures

Granite Global Ventures is a venture capital firm sponsored by Venrock Associates. With offices in Silicon Valley, Singapore and Shanghai, Granite Global Ventures brings an Asian perspective to expansion stage investing. It seeks to help its Chinese portfolio companies to tap into U.S. capital markets, as well as global corporate networks. Granite Global Ventures is invested by Piper Jaffray, a U.S. investment bank with a strong focus on technology and TIF, the venture capital arm of the Economic Development Board of Singapore. Both organizations contribute to the global networks of the firm. For more information, visit Granite Global Ventures web site at: <http://www.ggvc.com>.

About Intel Capital

Intel Capital, Intel's strategic investment program, focuses on making equity investments and acquisitions to grow the Internet economy, including Internet infrastructure, content and services in support of Intel's strategic interests. For more information, visit <http://www.intel.com/capital>.

About JAFCO Asia

JAFCO Co., Ltd., the parent company of JAFCO Asia, was established in 1973 and listed on the Japan OTC Market in 1987 and on the Tokyo Stock Exchange in January 2001. Currently, it is the largest venture capital manager in Japan with an aggregate of approximately US\$3 billion under management worldwide. Globally, JAFCO has invested in over 2,612 companies of which 712 have successfully obtained a public

listing on various stock exchanges. JAFCO Asia was founded 14 years ago with 5 offices and over 20 professionals in the Asian region. It has managed private equity funds with an aggregate of over US\$850 million. In January 2001, JAFCO Asia completed the closing of its seventh fund, JAFCO Asia Technology Fund, at US\$178 million. In June 2004, JAFCO Asia completed the closing of its eighth fund, JAFCO Asia Technology Fund II, at US\$100 million. These two funds focus primarily on seed, early-stage, first and second institutional round technology investments. Digital Fortune (published by International Data Group), China Venture Capital Journal and Zero to IPO LIMITED ranked JAFCO Asia top 10 most active People Republic of China (PRC) venture capital firms in 2002. For more information visit www.jafcoasia.com.