



ABC COMMUNICATIONS (HOLDINGS) LIMITED

(incorporated in Bermuda with limited liability)

(Stock Code: 30)

FINAL RESULTS FOR THE YEAR ENDED 31 MARCH 2008

The Directors of ABC Communications (Holdings) Limited (“the Company”) announce the consolidated income statement and balance sheet of the Company and its subsidiaries (“the Group”) for the year ended 31 March 2008 as follows:

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2008

| | <i>Note</i> | 2008 HK\$ | 2007 HK\$ |
|--|-------------|----------------------------|----------------------------|
| Revenue | 3 | 150,249,600 | 73,784,184 |
| Cost of sales | 6 | (133,522,994) | (60,802,709) |
| Gross profit | | 16,726,606 | 12,981,475 |
| Other income | 4 | 14,631,385 | 14,326,998 |
| Other (losses)/gains – net | 5 | (15,676,361) | 928,710 |
| Selling and distribution costs | 6 | (1,348,795) | (1,612,791) |
| General and administrative expenses | 6 | (18,427,756) | (17,020,528) |
| Operating (loss)/profit | | (4,094,921) | 9,603,864 |
| Finance costs | 7 | (1,209,899) | (953,551) |
| (Loss)/profit before income tax | | (5,304,820) | 8,650,313 |
| Income tax expense | 8 | (241,959) | (1,030,872) |
| (Loss)/profit for the year | 13 | <u>(5,546,779)</u> | <u>7,619,441</u> |
| Attributable to: | | | |
| Equity holders of the Company | 13 | <u>(5,546,779)</u> | <u>7,619,441</u> |
| (Loss)/earnings per share for (loss)/profit | | | |
| attributable to the equity holders of the Company | | | |
| during the year | | | |
| – basic | 13 | <u>(1.19) cents</u> | <u>1.63 cents</u> |
| – diluted | 13 | <u>(1.19) cents</u> | <u>1.63 cents</u> |
| Dividends | 12 | <u>9,337,720</u> | <u>4,668,860</u> |

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2008

| | <i>Note</i> | 2008 <i>HK\$</i> | 2007 <i>HK\$</i> |
|---|-------------|----------------------------|----------------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Land use rights | | 16,187,881 | 16,766,631 |
| Property, plant and equipment | | 4,090,940 | 2,552,065 |
| Investment property | | 19,650,000 | 19,500,000 |
| Available-for-sale financial assets | | 185,262,286 | 197,677,575 |
| Long-term pledged deposits | | 23,531,087 | 52,511,340 |
| Long-term deposits | | — | 2,634,581 |
| | | <hr/> | <hr/> |
| | | 248,722,194 | 291,642,192 |
| | | <hr/> | <hr/> |
| Current assets | | | |
| Trade receivables | 9 | 10,965,850 | 13,831,572 |
| Other receivables, deposits and prepayments | | 2,924,930 | 7,596,316 |
| Short-term pledged deposits | | 96,738,179 | 50,174,040 |
| Cash and cash equivalents | | 59,736,751 | 57,028,051 |
| | | <hr/> | <hr/> |
| | | 170,365,710 | 128,629,979 |
| | | <hr/> | <hr/> |
| Total assets | | <u>419,087,904</u> | <u>420,272,171</u> |

CONSOLIDATED BALANCE SHEET (continued)
AS AT 31 MARCH 2008

| | <i>Note</i> | 2008 <i>HK\$</i> | 2007 <i>HK\$</i> |
|--|-------------|----------------------------|----------------------------|
| EQUITY | | | |
| Capital and reserves attributable to the Company's equity holders | | | |
| Share capital | <i>10</i> | 46,688,600 | 46,688,600 |
| Reserves | | 244,165,210 | 271,464,998 |
| | | <hr/> | <hr/> |
| Total equity | | 290,853,810 | 318,153,598 |
| | | <hr/> | <hr/> |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Bank borrowings, secured | | 19,934,777 | 50,190,764 |
| Deferred income tax liabilities | | 1,272,831 | 1,030,872 |
| | | <hr/> | <hr/> |
| | | 21,207,608 | 51,221,636 |
| | | <hr/> | <hr/> |
| Current liabilities | | | |
| Advance subscriptions and licence fees received | | 3,222,910 | 2,564,310 |
| Customer deposits | | 473,000 | 508,500 |
| Bank borrowings, secured | | 84,475,560 | 38,817,407 |
| Trade and other payables | <i>11</i> | 18,855,016 | 9,006,720 |
| | | <hr/> | <hr/> |
| | | 107,026,486 | 50,896,937 |
| | | <hr/> | <hr/> |
| Total liabilities | | 128,234,094 | 102,118,573 |
| | | <hr/> | <hr/> |
| Total equity and liabilities | | 419,087,904 | 420,272,171 |
| | | <hr/> | <hr/> |
| Net current assets | | 63,339,224 | 77,733,042 |
| | | <hr/> | <hr/> |
| Total assets less current liabilities | | 312,061,418 | 369,375,234 |
| | | <hr/> | <hr/> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1 General Information

ABC Communications (Holdings) Limited (the “Company”) is an investment holding company. Its subsidiaries (together the “Group”) are principally engaged in providing financial information services, wireless applications development, securities trading system licensing, property and investment holdings.

The Company is incorporated in Bermuda with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited. The address of its registered office is Clarendon House, 2 Church Street, Hamilton HM11, Bermuda.

The ultimate holding company is H.C.B.C. Enterprises (BVI) Limited, a company incorporated in the British Virgin Islands.

These consolidated financial statements are presented in Hong Kong dollars unless otherwise stated.

These consolidated financial statements have been approved for issue by the Board of Directors on 13 June 2008.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (HKFRS). They have been prepared under the historical cost convention, as modified by the revaluation of investment properties, buildings and available-for-sale financial assets.

(a) Adoption of new/revised HKFRS effective 1 April 2007

The following new/revised HKFRS are mandatory for financial year ended 31 March 2008. The Group adopted those which are relevant to its operations.

| | |
|--------------------|---|
| HKAS 1 (Amendment) | Capital disclosures |
| HKFRS 7 | Financial Instruments: Disclosures |
| HK(IFRIC) – Int 9 | Reassessment of Embedded Derivatives |
| HK(IFRIC) – Int 10 | Interim Financial Reporting and Impairment |
| HK(IFRIC) – Int 11 | HKFRS 2 – Group and Treasury Share Transactions |

These new/revised HKFRS above do not have material financial impact to the Group other than the disclosure impact on the consolidated financial statements for the year ended 31 March 2008.

- (b) New/revised HKFRS that are not yet effective and have not been early adopted by the Group

The following new/revised HKFRS have been published and are mandatory for the Group's accounting periods beginning on or after 1 April 2008 or later periods, but the Group has not early adopted them:

| | |
|---------------------|--|
| HKAS 23 (Amendment) | Borrowing Costs |
| HKAS 27 (Revised) | Consolidated and Separate Financial Statements |
| HKFRS 3 (Revised) | Business Combinations |
| HKFRS 8 | Operating Segments |
| HK(IFRIC) – Int 12 | Service Concession Arrangements |
| HK(IFRIC) – Int 13 | Customer Loyalty Programmes |
| HK(IFRIC) – Int 14 | HKAS 19 – The Limit on defined Benefit Asset, Minimum Funding Requirements and their Interaction |

Details of the above accounting policies will be set out in the Annual Report of the Company.

3 Segment information

Primary reporting format – business segments

At 31 March 2008, the Group is organised on a worldwide basis into two main business segments for financial reporting purpose:

- Financial quotation and securities trading system licensing
- Wireless applications

Revenue consists of financial quotation subscription fee, sales from securities trading system licensing and wireless applications.

The Group also carries out other businesses such as holding of corporate assets and liabilities under corporate activities and investment holdings.

The segment results for the year ended 31 March 2008 are as follows:

| | Financial quotation and securities trading system licensing <i>HK\$</i> | Wireless applications <i>HK\$</i> | Corporate activities and investment holdings <i>HK\$</i> | Total <i>HK\$</i> |
|-------------------------|--|---|--|----------------------|
| Revenue | 149,890,405 | 359,195 | – | 150,249,600 |
| Operating profit/(loss) | 4,755,238 | (1,001,111) | (7,849,048) | (4,094,921) |
| Finance costs | | | | (1,209,899) |
| Loss before income tax | | | | (5,304,820) |
| Income tax expense | | | | (241,959) |
| Loss for the year | | | | (5,546,779) |

The segment results for the year ended 31 March 2007 are as follows:

| | Financial quotation and securities trading system licensing <i>HK\$</i> | Wireless applications <i>HK\$</i> | Corporate activities and investment holdings <i>HK\$</i> | Total <i>HK\$</i> |
|--------------------------|--|---|--|----------------------|
| Revenue | 73,003,982 | 780,202 | — | 73,784,184 |
| Operating profit/(loss) | 2,400,435 | (1,074,812) | 8,278,241 | 9,603,864 |
| Finance costs | | | | (953,551) |
| Profit before income tax | | | | 8,650,313 |
| Income tax expense | | | | (1,030,872) |
| Profit for the year | | | | 7,619,441 |

Other segment terms included in the consolidated income statement are as follows:

| | Year ended 31 March 2008 | | | | Year ended 31 March 2007 | | | |
|--------------|--|---|--|----------------------|--|---|--|----------------------|
| | Financial quotation and securities trading system licensing <i>HK\$</i> | Wireless applications <i>HK\$</i> | Corporate activities and investment holdings <i>HK\$</i> | Total <i>HK\$</i> | Financial quotation and securities trading system licensing <i>HK\$</i> | Wireless applications <i>HK\$</i> | Corporate activities and investment holdings <i>HK\$</i> | Total <i>HK\$</i> |
| Depreciation | 1,075,162 | 14,157 | 60,086 | 1,149,405 | 720,474 | 19,014 | 64,238 | 803,726 |

Segment assets consist primarily of property, plant and equipment, trade and other receivables and cash and cash equivalents.

Assets included under corporate activities and investment holdings consist primarily of property, plant and equipment, land use rights, investment property, available-for-sale financial assets, pledged deposits, other receivables, deposits, cash and cash equivalents and other unallocated assets.

Segment liabilities comprise operating liabilities.

Liabilities included under corporate activities and investment holdings comprise other payables and other unallocated liabilities.

Capital expenditure comprises additions to property, plant and equipment.

The segment assets and liabilities at 31 March 2008 and capital expenditure for the year then ended are as follows:

| | Financial quotation and securities trading system licensing <i>HK\$</i> | Wireless applications <i>HK\$</i> | Corporate activities and investment holdings <i>HK\$</i> | Total <i>HK\$</i> |
|----------------------------|--|---|--|---------------------------|
| Assets | <u>29,086,622</u> | <u>160,626</u> | <u>389,840,656</u> | <u>419,087,904</u> |
| Liabilities | <u>21,081,417</u> | <u>202,980</u> | <u>106,949,697</u> | <u>128,234,094</u> |
| Capital expenditure | <u>2,667,330</u> | <u>–</u> | <u>20,950</u> | <u>2,688,280</u> |

The segment assets and liabilities at 31 March 2007 and capital expenditure for the year then ended are as follows:

| | Financial quotation and securities trading system licensing <i>HK\$</i> | Wireless applications <i>HK\$</i> | Corporate activities and investment holdings <i>HK\$</i> | Total <i>HK\$</i> |
|----------------------------|--|---|--|---------------------------|
| Assets | <u>15,196,174</u> | <u>504,113</u> | <u>404,571,884</u> | <u>420,272,171</u> |
| Liabilities | <u>12,271,633</u> | <u>125,290</u> | <u>89,721,650</u> | <u>102,118,573</u> |
| Capital expenditure | <u>710,970</u> | <u>23,741</u> | <u>17,609</u> | <u>752,320</u> |

Secondary reporting format – geographical segments

The Group's two business segments are operated in Hong Kong.

Revenue is allocated based on the places/countries in which customers are located. All revenue of the Group was generated in Hong Kong.

Total assets

| | 2008 HK\$ | 2007 HK\$ |
|--------------------------|----------------------------|----------------------------|
| Hong Kong | 234,447,782 | 223,279,980 |
| Asia | | |
| – Japan | 154,886,339 | 168,919,295 |
| – Others | 1,036 | 896 |
| Canada and United States | 29,752,747 | 28,072,000 |
| | <u>419,087,904</u> | <u>420,272,171</u> |

Total assets are allocated based on where the assets are located.

Capital expenditure

| | 2008 HK\$ | 2007 HK\$ |
|-----------|----------------------------|----------------------------|
| Hong Kong | <u>2,688,280</u> | <u>752,320</u> |

Capital expenditure is allocated based on where the assets are located.

4 Other income

| | 2008 HK\$ | 2007 HK\$ |
|--|----------------------------|----------------------------|
| Interest income | 7,984,223 | 8,274,161 |
| Rental income from investment property | 2,104,744 | 1,804,200 |
| Dividend income from available-for-sale financial assets | 4,492,422 | 4,210,535 |
| Others | 49,996 | 38,102 |
| | <u>14,631,385</u> | <u>14,326,998</u> |

5 Other (losses)/gains-net

| | 2008 HK\$ | 2007 HK\$ |
|---|---------------------|----------------|
| Exchange (losses)/gains, net | (15,994,061) | 678,675 |
| Gain on disposal of a subsidiary | — | 100 |
| Loss on deregistration of a subsidiary | — | (3,010) |
| Gain on disposal of property, plant and equipment | 4,500 | — |
| Fair value gain on revaluation of investment property | 150,000 | — |
| Others | 163,200 | 252,945 |
| | <u>(15,676,361)</u> | <u>928,710</u> |

6 Expenses by nature

Expenses included in costs of sales, selling and distribution costs and general and administrative expenses are analysed as follows:

| | 2008 HK\$ | 2007 HK\$ |
|---|--------------------|-------------------|
| Information and facility services charges | 133,522,994 | 60,802,709 |
| Auditors' remuneration | 567,496 | 453,721 |
| Amortisation of land use rights | 578,750 | 929,304 |
| Depreciation of property, plant and equipment | 1,149,405 | 803,726 |
| Employee benefit expenses | 13,158,552 | 12,848,727 |
| Other expenses | 4,322,348 | 3,597,841 |
| | <u>153,299,545</u> | <u>79,436,028</u> |

7 Finance costs

| | 2008 HK\$ | 2007 HK\$ |
|-----------------------------|------------------|----------------|
| Interest on bank borrowings | <u>1,209,899</u> | <u>953,551</u> |

8 Income tax expense

Hong Kong profits tax has not been provided as the Group has no estimated assessable profit for the year (2007: Nil).

| | 2008 HK\$ | 2007 HK\$ |
|---------------------|----------------|------------------|
| Current income tax | — | — |
| Deferred income tax | 241,959 | 1,030,872 |
| | <u>241,959</u> | <u>1,030,872</u> |

The tax on the Group's (loss)/profit before income tax differs from the theoretical amount that would arise using the tax rate of Hong Kong as follows:

| | 2008 HK\$ | 2007 HK\$ |
|--|----------------------------|---------------------|
| (Loss)/profit before income tax | (5,304,820) | 8,650,313 |
| Calculated at a tax rate of 17.5% (2007: 17.5%) | (928,343) | 1,513,805 |
| Income not subject to tax | (2,148,031) | (2,358,239) |
| Expenses not deductible for tax purposes | 3,109,800 | 356,783 |
| Tax loss not recognised | 910,131 | 1,109,201 |
| Utilization of previously unrecognised tax losses | (403,519) | (441,158) |
| Others | (298,079) | (25,887) |
| Recognition of previously unrecognised temporary differences | – | 876,367 |
| | 241,959 | 1,030,872 |

9 Trade receivables

| | 2008 HK\$ | 2007 HK\$ |
|---|----------------------------|---------------------|
| Trade receivables | 10,965,850 | 13,831,572 |
| Less: provision for impairment of receivables | – | – |
| Trade receivables – net | 10,965,850 | 13,831,572 |

Trade receivables are due upon the date of invoices. As of 31 March 2008, trade receivables of HK\$10,965,850 (2007: HK\$13,831,572) were past due but not impaired. These are related to a number of independent customers from whom there is no recent history of default. The aging analysis of these trade receivables is as follows:

| | 2008 HK\$ | 2007 HK\$ |
|---|----------------------------|---------------------|
| 0 – 3 months | 10,878,250 | 13,285,234 |
| 4 – 6 months | 28,600 | 546,338 |
| Over 6 months | 59,000 | – |
| Total trade receivables past due but not impaired | 10,965,850 | 13,831,572 |

The carrying amounts of trade receivables approximate their fair values and they are denominated in Hong Kong dollars. The maximum exposure to credit risk at the reporting date is the fair value of trade receivables mentioned above. The Group does not hold any collateral as security.

10 Share capital

| | 2008 HK\$ | 2007 HK\$ |
|---|-------------------|-------------------|
| Authorised: | | |
| 600,000,000 ordinary shares of HK\$0.1 each | <u>60,000,000</u> | <u>60,000,000</u> |
| Issued and fully paid: | | |
| 466,886,000 (2007: 466,886,000) ordinary shares of HK\$0.1 each | <u>46,688,600</u> | <u>46,688,600</u> |

11 Trade and other payables

| | 2008 HK\$ | 2007 HK\$ |
|------------------------------------|-------------------|------------------|
| Trade payables (<i>Note (a)</i>) | 16,804,719 | 7,453,100 |
| Other payables | <u>2,050,297</u> | <u>1,553,620</u> |
| | <u>18,855,016</u> | <u>9,006,720</u> |

(a) The aging of trade payables is within 3 months.

(b) The carrying amounts of trade and other payables approximate their fair values and all the payables are denominated in Hong Kong dollars.

12 Dividends

| | 2008 HK\$ | 2007 HK\$ |
|---|------------------|------------------|
| Interim, paid of HK¢2 (2007: HK¢1) per ordinary share | <u>9,337,720</u> | <u>4,668,860</u> |
| | <u>9,337,720</u> | <u>4,668,860</u> |

At a meeting held on 13 June 2008, the directors did not propose a final dividend.

13 Earnings per share

Basic and diluted

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by weighted average number of ordinary shares in issue during the year.

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Company has share options, for which, a calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the Company's share) based on the monetary value of the subscription rights attached to outstanding share options. The share options have an anti-dilutive effect on the earnings per share. No option has been exercised during the year.

| | 2008 | 2007 |
|---|------------------------|----------------------|
| (Loss)/profit attributable to equity holders of the Company | <u>HK\$(5,546,779)</u> | <u>HK\$7,619,441</u> |
| Weighted average number of ordinary shares in issue | <u>466,886,000</u> | <u>466,886,000</u> |
| Basic and diluted (loss)/earnings per share (HK¢ per share) | <u>(1.19)</u> | <u>1.63</u> |

FINAL DIVIDEND

The Directors do not propose a final dividend.

BUSINESS REVIEW AND PROSPECTS

Revenue of the Group amounted to HK\$150.25 million for the fiscal year under review, representing an increase of 103.63% as compared to the previous year.

The Group made a profit of HK\$11.58 million (before finance costs and tax) from our operating business as well as rental, interest and dividend income. However, largely due to the substantial appreciation of the Japanese Yen towards the close of our fiscal year, foreign exchange losses totaling HK\$15.99 million were recorded for the year. These accounting losses were primarily attributable to the Japanese Yen loans we took out a few years ago to fund our investments in Japan and to minimize our currency exposure. The Group as a result showed a net loss of HK\$5.55 million for the year under review. The appreciation of the Japanese Yen has meanwhile resulted in an exchange gain of HK\$29.13 million over our Japanese investments. This gain is reflected in the revaluation reserve of our balance sheet without any impact on the income statement.

The financial results of QuotePower, the main revenue producer of the Group, will to a large extent depend on the performance of the stock market. Investor sentiment, however, is most likely to remain weak for quite a while in light of the turmoil of the global financial markets earlier this year. This may affect the short-term outlook of QuotePower and hence our Group. However, with its strong market position and customer base built up over the years, we are reasonably confident that QuotePower will

be able to weather any serious threats of a market downturn. Meanwhile, the continued strengthening of Hong Kong as an international financial centre should present us with new growth prospects, which we believe QuotePower is well-placed to capture.

POST BALANCE SHEET DATE EVENTS

Subsequent to the year-end, the Group sold a small holding of 729 shares (about 3.9% of our stake) in eAccess, and recorded a net profit of approximately HK\$2.4 million. The Group's remaining holdings in eAccess have as a result been reduced to 1.23% of the company.

Subsequent to the year-end, the Board received a proposal involving a possible change of ownership of the Company and a possible general offer together with related arrangements that require Special Deal consent by the Securities and Futures Commission and the approval of Independent Shareholders. An announcement setting out the outline of the offer was made on 30 May 2008. A circular letter incorporating the recommendations of the Independent Board Committee and the Independent Financial Advisor is expected to be dispatched as soon as is practicable.

FINANCIAL POSITION

In the year under review, the Group maintains a conservative approach to cash management and risk controls. To achieve better risk controls and efficient fund management, the Group's treasury activities are centralized. More than 90% of our receipts and payments are in Hong Kong dollars. Cash and bank balances are placed in deposits denominated in either Hong Kong or United States dollars. As at 31 March 2008, the Group had cash and cash equivalents and pledged deposits of approximately HK\$59.74 million and HK\$120.27 million respectively. The pledged deposits were to secure Japanese Yen loans equivalent to approximately HK\$104.41 million (translated at the then prevailing exchange rate) at the end of the fiscal year. All bank loans are denominated in Japanese Yen and bear interest at prevailing market rates. The Japanese Yen loans were taken out to minimize the currency exposure risks of our Japanese investments and to take advantage of the interest rate differential between our US dollar deposits and the Japanese Yen loans.

| | 31 March 2008 | | 31 March 2007 | |
|------------------------|---------------|----------|---------------|----------|
| | <i>HK\$</i> | <i>%</i> | <i>HK\$</i> | <i>%</i> |
| Bank loans | 104,410,337 | 26 | 89,008,171 | 22 |
| Total equity | 290,853,810 | 74 | 318,153,598 | 78 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Total capital employed | 395,264,147 | 100 | 407,161,769 | 100 |
| | <hr/> | <hr/> | <hr/> | <hr/> |

PLEDGE OF ASSETS

As at 31 March 2008, time deposits amounting to HK\$120.27 million were pledged to secure Japanese Yen loans of HK\$104.41 million granted to the Group.

CAPITAL COMMITMENTS

As at 31 March 2008, the Group had an outstanding funding commitment of up to HK\$1.77 million to a Wireless Internet Fund.

CONTINGENT LIABILITIES

As at 31 March 2008, the Group had no material contingent liabilities.

EMPLOYEE REMUNERATION POLICY

As at 31 March 2008, the Group had 41 employees. Total salaries, commissions, incentives and all other staff related costs incurred for the year ended 31 March 2008 amounted to approximately HK\$13.16 million. Our remuneration policies are in line with prevailing market practices and formulated on the basis of the performance and experience of individual employees. Apart from basic salaries, other staff benefits included provident funds, life insurance and medical assistances benefits. The company may also grant share options to eligible employees to motivate their performance and contribution to the Group and details are described in the Directors' Report.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's securities during the year and the Company has not redeemed any of its securities during the year.

COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

In the opinion of the Directors, the Group has in the year under review complied with the Code on Corporate Governance Practices contained in Appendix 14 of the Listing Rules of the Stock Exchange of Hong Kong Limited, except that the non-executive directors of the Company were not appointed for a specific term as each director is subject to retirement by rotation and re-election no later than the third annual general meeting after he was last elected.

AUDIT COMMITTEE AND REVIEW OF ACCOUNTS

The Audit Committee, comprising two independent directors and one non-executive director, has reviewed with the management the accounting principles and practices adopted by the Group and discussed auditing, internal control and financial reporting matters including the review of the audited accounts for the year ended 31 March 2008. The figures in respect of the preliminary announcement of the Group's results for the year ended 31 March 2008 have been agreed by the Group's auditor, PricewaterhouseCoopers, to the amounts set out in the Group's draft consolidated financial statements for the year. The work performed by PricewaterhouseCoopers in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong

Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by PricewaterhouseCoopers on the preliminary announcement. The full Auditor's Report will be included in the Annual Report to be dispatched to equity holders.

REMUNERATION COMMITTEE

A Remuneration Committee comprising two Independent Directors and one Non-Executive Director has been set up by the Board for the purpose of reviewing the remuneration of Directors and the remuneration policies of the Group.

By Order of the Board
Patricia Yeung Shuk Kwan
Managing Director

Hong Kong, 13 June 2008

As at the date hereof, the board of Directors of the Company comprises Mr. George Joseph Ho, Mr. Joey Fan and Ms. Yeung Shuk Kwan, Patricia as Executive Directors, Mr. Tse Chi Hung, Michael, Mr. George Ho and Mr. Leung Kwok Kit as Non-Executive Directors and Mr. Fu Hau Chak, Adrian, Mr. Li Kwok Sing, Aubrey and Mr. Kwok Chi Hang, Lester as Independent Non-Executive Directors.