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THE QUAYPOINT CORPORATION LIMITED

紀翰集團有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2330)

DISCLOSURE PURSUANT TO RULE 13.09 OF THE LISTING RULES,

PLACING OF NEW SHARES UNDER GENERAL MANDATE AND RESUMPTION OF TRADING

Financial Adviser



CENTURION CORPORATE FINANCE LIMITED

Update on the Incidents and the indebtedness due to bank creditor

Reference is made to the Company's announcement dated 25 May 2006 regarding various writs of summons served on the two PRC subsidiaries of the Company and various announcements respectively dated 3 August 2006, 7 September 2006 and 6 October 2006 regarding the arbitration on the outstanding indebtedness due to Bank of China, Shenzhen branch. The Board would like to provide an update on the matters referred to in the aforesaid announcements.

Issue of securities under general mandate

The Board also announces that the Company has entered into the conditional Placing Agreement with the Placing Agent pursuant to which the Placing Agent agreed to place, on a best effort basis, an aggregate of 70,000,000 new Shares at the placing price of HK\$0.30 each to not less than six placees. The placing price of HK\$0.30 per Share was agreed after arm's length negotiations and represents a discount of approximately 9.09% to the closing price of HK\$0.33 per Share on the last trading day prior to the suspension of trading of the Shares and the 70,000,000 new Shares upon issue will represent 20% of the existing issued ordinary share capital of the Company.

Resumption of Trading

Trading in the shares of the Company on the Stock Exchange was suspended at the request of the Company with effect from 9:30 a.m. on 16 March 2006. An application has been made to the Stock Exchange for the resumption of trading in the Shares with effect from 9:30 a.m. on 25 June 2007.

Reference is made to the Company's announcement dated 25 May 2006 (the "Announcement") regarding various writs of summons served on the two PRC subsidiaries of the Company, namely TWS and HWS, and the Company's announcements dated 3 August 2006, 7 September 2006 and 6 October 2006 respectively (the "BOC Announcements") regarding the arbitration on the outstanding indebtedness due to Bank of China, Shenzhen branch by TWS. The Board would like to provide an update on the progress of the matters ("Incidents") stated in the Announcement and the BOC Announcements. Terms used herein shall have the same meanings as defined in the said announcements (as the case may be).

THE INCIDENTS

Litigation on the alleged Guarantees (the "Litigation")

The Company has appointed a firm of PRC legal counsel to assist in the collection of the relevant information concerning the Litigation, the investigations into the events and circumstances giving rise to the Incidents, liaising with the relevant parties involved in the various Litigation and representing TWS/HWS to attend the relevant hearings of the Litigation held in the PRC. The latest status of the Litigation is as follows:

ICBC Writ/Tongling Group Writ

All the claimed indebtednesses allegedly owed to ICBC, Tongling branch and Tongling Group amounting to RMB30.9 million have been settled amongst the parties. Accordingly, the alleged guarantee obligations of TWS in relation to these claims have been released.

CCB Writs

Judgment was given by the relevant courts in late December 2006 in favour of the plaintiff, CCB Tongling Branch. The total indebtedness amounting to RMB41.5 million owed to that bank was settled between the parties. Accordingly, the alleged guarantee obligations of TWS in relation to these claims were also released.

BOC-HWS/TWS Writ

Judgment was given by the relevant court in late December 2006 in favour of the plaintiff, BOC, Tongling branch. As at the date of this announcement the outstanding indebtedness was approximately RMB10 million. The bank is still negotiating with TWS/HWS as the guarantors on the restructuring of such remaining outstanding indebtedness (original indebtedness borrowed by Goldwiz Tongling was RMB21.6 million). As set out in the Company's 2006 annual report, the Group has made a provision for a contingent liability for the RMB15 million obligation in its audited accounts for the financial year ended 30 June 2006. Should the debt be eventually settled by TWS/HWS as the guarantors, TWS/HWS would reserve the right to claim against Goldwiz Tongling for the loss and damage suffered.

BOC (SZ) Writ

Judgment was made by the relevant court in the PRC in late December 2006 in favour of the plaintiff, BOC, Shenzhen Branch in respect of the claim of RMB60.7 million allegedly guaranteed by TWS. TWS has subsequently made an appeal with the relevant court in the PRC in view of the suspected irregularities in the guarantee given for Ji Hai. However, the Company is taking steps in negotiating with the parties involved, in particular, BOC (SZ), in order to settle the disputed claim.

The Company will update the shareholders on any further development of this case, if and when appropriate.

Trust Fund Investment

In August 2006, the Company's PRC legal adviser issued a demand letter to the appointed special committee in charge of managing Kinghing Trust & Investment Co., Ltd ("Kinghing") demanding repayment of the matured deposit of RMB150 million with interest placed by TWS and HWS. No official reply has been received by TWS and HWS yet. A Director has visited Jin Hua City on a number of occasions since March 2006 to understand the development and the recoverability of the trust funds deposited. The Company has been informed that the special committee of Kinghing is still investigating suspected malfeasance in certain funds managed by the then management of Kinghing and it is still handling the restructuring issues relating to Kinghing. The Company noted that it has been reported in certain PRC press articles that, with the support of the Jin Hua municipal government, Kinghing has been able to repay most of the individual investors with investments under RMB3 million and it will take more time for them to arrange the repayment of the institutional investors.

For prudence purposes, the Group has made a full provision on the RMB150 million trust funds investment in its audited accounts for the financial year ended 30 June 2006. The Company is enquiring from time to time with the special committee appointed to manage Kinghing and will inform shareholders of the Company and the investing public of any material development of this incident if and when appropriate.

Construction related litigation

In August 2006, TWS settled the RMB16 million dispute with the contractor over the construction of the Research & Development Centre in Shenzhen. Construction of the building was completed in April 2007 and the Company expects to receive stable rental income from the Research & Development Centre in the future.

Impact of the Incidents on the Group's operation and financial position

As mentioned in the Company's 2006 Annual Report, the Incidents adversely affected the sales performance of the Group's automation business and turnover of such business for the year ended 30 June 2006 almost came to a standstill. The Group recorded a 38.6% decrease in turnover for the year ended 30 June 2006 over the previous financial year and approximately 90% decrease in turnover for the six months ended 31 December 2006 over the previous corresponding period. The Incidents have had the following financial impacts on the Group:

a) *Kinghing Deposit*

As the Company is still awaiting for the reply from the special committee appointed to manage Kinghing, it is currently not possible to quantify the losses which might be incurred by the Group. However, as set out above, a full provision on the RMB150 million trust funds investment was made in the Group's audited accounts for the year ended 30 June 2006;

b) *Claims with totalling amount of approximately RMB72.4 million under the CCB Writs, ICBC Writ and the Tongling Group Writ*

Since the indebtednesses have been settled amongst the parties, the guarantee obligations of the Group have been released and therefore no adverse financial impact on the Group is expected;

c) *Claim under the BOC-HWS/TWS Writ amounting to approximately RMB21.6 million*

The Company has made full provision of the remaining outstanding indebtedness of about RMB15 million for the financial year ended 30 June 2006. As mentioned above, negotiations among the bank creditor and TWS/HWS on the debt restructuring issue is still in progress;

d) *Claim under the BOC (SZ) Writ amounting to approximately RMB60.7 million*

The Company has recognized that the claim as a contingent liability in the audited accounts for the year ended 30 June 2006. Judgment was entered in favour of BOC (SZ) in December 2006 but TWS, at the advice of its PRC legal advisers, has made an appeal against that judgment in January 2007. On the basis that such appeal will be successful and final, the Board considers that there would not be any immediate material adverse financial impact on the Group.

Positive steps taken

In addition to the actions taken by the Company as stated in the Announcement, the current management has undertaken extensive work to address the issues that gave rise to the Incidents in the Announcement including, but not limited to, the following:

- a) full investigation into the Incidents with the assistance of the professional advisers to the Company. The Company has filed reports regarding certain matters as set out herein to the law enforcement agencies in the PRC and Hong Kong in respect of the Incidents;
- b) appointing the Company's independent auditors to conduct (i) a special review on the financial position of each of TWS and HWS; (ii) a review on the Group's internal control system and in particular, the past internal control weaknesses which might have given rise to the Incidents; and (iii) a follow-up review on the implementation and operation of the Group's internal control system in which the Company's auditors have confirmed that there exists no significant control failing nor weaknesses in the Group's internal control system. The Board has noted the findings and accepted recommendations of such reviews by the auditors and has taken immediate remedial actions;
- c) immediate remedial actions, such as, the negotiations with the banks and plaintiffs in the Litigation, the settlement of various claims and the recovery actions undertaken for the funds deposited with Kinghing;
- d) long term measures addressing certain past weaknesses in the Group's internal control systems and strengthening the corporate governance measures by the appointment of an experienced professional as a non-executive Director and chairman of the Company, together with maintaining a robust team of independent non-executive Directors;
- e) strengthening its financial position through the issuance of convertible redeemable preference shares as described in the paragraph headed "Prospects"; and
- f) strengthening its revenue base by diversifying its activities to trading of natural resources and electronic related products and by the acquisition of a rental property portfolio.

The Executive Directors confirm that none of the suspected persons who should be held responsible for the relevant Incidents is presently employed by or otherwise connected with any member of the Group.

ARBITRATION ON THE OUTSTANDING INDEBTEDNESS DUE TO BOC (SZ)

An award was made by the Arbitration Committee in December 2006 in favour of BOC (SZ) in respect of the bank indebtedness of approximately RMB90 million. However, BOC (SZ) has agreed not to enforce its right to demand immediate repayment from TWS before the end of September 2007 in order to allow it to finalise the restructuring of the indebtedness into a loan secured against the Research & Development Centre owned by TWS in Shenzhen. Currently, the Company is making periodic principal repayments to the said bank creditor and will continue to make the repayment in accordance with the finalized restructuring proposal. As set out in the 2006 annual report, the property was charged under asset-protection orders by the plaintiffs (i.e. CCB, ICBC, Tongling Group and BOC, Tongling branch) in respect of the alleged guarantees given by TWS/HWS as mentioned above. Since the indebtednesses were settled amongst the relevant parties, other than BOC, Tongling Branch, the charge on the property has been released by CCB, ICBC and Tongling Group. The general charge on the property by BOC, Tongling branch remains unchanged and as such, the property will also be used as security for the remaining indebtedness of RMB10 million under the BOC-HWS/TWS Writ to be settled by TWS/HWS, being the guarantors. Further, the said Research & Development Centre is also envisaged to be used as collateral for all the restructured indebtedness of BOC as set out herein.

PROSPECTS

The Board has implemented various internal control measures and has taken swift and decisive actions to stabilise and strengthen the Group's financial position and to rebuild and diversify its principal businesses, details of which are set out herein. Going forward, the Group is in a position to capitalize on the business opportunities arising from its principal business activities and to rebuild and enhance shareholder value over time. The Company is optimistic about the future prospects of the Group, details of which are set out below.

Corporate governance and internal controls

The Board values the maintenance of a robust and effective corporate governance and internal control systems to enhance both corporate performance and accountability. As set out in the foregoing paragraphs, the Company has engaged its auditors to review the internal control systems of the Group and the Board has implemented various internal control measures recommended by the auditors, through which various internal control policies and procedures including financial, operational and compliance controls and risk management functions have been established. On the basis of the independent review undertaken by the auditors of the Company, the auditors have confirmed that, whilst no internal control procedures can provide absolute assurance against material fraud, errors or instances of non-compliance, they are satisfied that the present internal control procedures of the Group are adequate in preventing and detecting material errors and irregularities and that there exists no significant control failings nor weaknesses in the Group's internal control system. The Company's auditors are also of the view that the Company's financial reporting system is adequate to enable the Company to meet its obligations under the Listing Rules.

Based on the reports of the Company's auditors and the review of the work of the current management of the Company and bearing in mind that the current management was not involved with the Group at the relevant times of the Incidents, the independent non-executive Directors are of the view that (i) they are satisfied that all matters giving rise to the Incidents have been addressed insofar as it is practicable to do so in the circumstances; and (ii) they are satisfied that going forward the Group's existing internal control system is effective and will enable the Group to meet its obligations under the Listing Rules.

The independent non-executive Directors have also considered the measures that have been undertaken by the Company and they have confirmed that they consider the existing management of the Company has made a vigorous and concerted effort to investigate the Incidents and have implemented an effective internal control system in compliance with the Listing Rules.

Financial Position

To strengthen its financial position, the Company has issued in aggregate 250 million Convertible Redeemable Preference Shares (as such term is defined in the circular of the Company dated 10 June 2006) amounting to HK\$100 million. The Company has also issued 110 million Preference A Shares (as such term is defined in the circular of the Company dated 11 December 2006) to Weina BVI (as directed by Weina Holdings Limited) for the acquisition of a company with interests in Hong Kong commercial properties from Weina Holdings Limited and has thereby increased its asset base by HK\$44 million. In addition, the Company has exercised an option (details of which are set out in the circular of the Company dated 11 May 2007) in relation to issue of 100 million Convertible Redeemable Preference Shares, with such transaction (which was approved by the independent shareholders of the Company on 8 June 2007 and was originally scheduled for completion on or before 29 June 2007) having been completed on 22 June 2007 and as a result of which the Company has raised a further sum of HK\$40 million.

Business activities

To address the decline in sales turnover as affected by the Incidents, the Group took action in a timely manner to improve the Company's standing in the marketplace by the raising of new funds, the settlement of the dispute with the contractor in respect of the construction of the Company's Research & Development Centre building in Shenzhen and the settlement of the alleged guarantees. The Group has also diversified its business activities into the following areas:

- 1) trading of natural resources and electronic related materials
 - a) the purchase of natural resources such as iron ore from Indonesia and the sale of the same to the PRC market. With the support of its PRC buyers, the Company will continue to source natural resources from Indonesia and develop a long-term trade relationship with its suppliers. Also, the Group looks forward to having a more stable supply of iron ore from its associated company when the latter starts its production; and
 - b) the sale of automation products, electronic components and materials in the PRC and Hong Kong markets. Through the technology business referrals, the Company has been able to diversify its trading into electronic components and materials and it will seek to expand its sales return.
- 2) property investments in Hong Kong and the PRC
 - a) Research & Development Centre building in Shenzhen – the construction of this 7-storey building with gross floor area of 17,586 square meters was completed in April 2007. The Group has secured the leasing of certain floors of the building; and
 - b) Hong Kong commercial properties – the Group has completed the acquisition of certain commercial properties in December 2006 (details of which are set out in the circular of the Company dated 11 December 2006).

The Company expects the above investments will generate a stable rental income for the Group; and

- 3) industrial technology – it involves the provision of technical services on automation and control system in particular for energy and environmental conservation. The Group has expanded its involvement in the supply of equipment and solution for Top Pressure Recovery Turbine (“TRT”) Generating System in the PRC. The system utilizes the exhaust pressure and heat from the blast furnace of steel mills as its energy source and can save energy for the steel mill of about 20% of the electricity necessary for its operation. The commissioning of the existing contracted projects will be completed before end July 2007. In addition, the Group has secured seven contracts on similar TRT projects which are expected to be completed by the end of year 2008.

SUFFICIENCY OF WORKING CAPITAL

For the purpose of this announcement, a working capital forecast (“Forecast”) covering a period of thirteen months from 1 June 2007 to 30 June 2008 has been prepared by the management of the Company on the bases and assumptions which they consider reasonable in the circumstances and the Forecast together with the relevant documents have been submitted to the Directors and the Company’s auditors for review and opinion.

The Directors have formed the view that, after due and careful enquiries, and after taking into account the existing banking facilities and financial resources available to the Group, the Group has sufficient working capital for its requirements for the next twelve months (the “Statement”), irrespective of the result of the Placing.

The Company’s auditors, Moores Rowland (previously known as Moores Rowland Mazars), has expressed the opinion that, based on their examination of the evidence supporting the assumptions adopted in the preparation of the Forecast and after due and careful enquiry with the Company’s directors, they are of the opinion that the Forecast has been prepared after due and careful enquiry by the Directors and nothing has come to their attention which causes them to believe that any modifications should be made to the Statement. They have also confirmed that the institutions providing finance have confirmed in writing that such facilities exist. Further, they are of the opinion that the Forecast is properly prepared on the basis of the underlying assumptions and on a basis consistent with the accounting policies normally adopted by the Company and the Statement has been made by the Directors of the Company with due care.

PLACING AGREEMENT

The Board also announces that the Company has entered into a conditional Placing Agreement with the Placing Agent pursuant to which the Placing Agent agreed to place, on a best effort basis, an aggregate of 70,000,000 new Shares at the placing price of HK\$0.30 each to not less than six places, details of which are set out as follows:

- Parties:** (1) The Company; and
- (2) Guangdong Securities Limited (“the Placing Agent”).

The Placing Agent will receive a placement commission of 1% from the Company on the gross proceeds of the Placing. As at the date of this announcement, the Placing Agent does not beneficially hold any Shares of the Company. The Placing Agent and its ultimate beneficial owners are, to the best of the Directors’ knowledge, information and belief, having made all reasonable enquiries, third parties independent of the Company and connected persons (as defined in the Listing Rules) of the Company.

Date: 22 June 2007

Placees

The Placing Agent has agreed to place in aggregate of 70,000,000 new Shares at HK\$0.30 per new Share on a best effort basis to not less than six independent individual, corporate, institutional or other professional investors (“Placees”) who will not be connected persons (as defined in the Listing Rules) of the Company and their ultimate beneficial owners are third parties independent of the Company and connected persons (as defined in the Listing Rules) of the Company. It is expected that no placee will become a substantial shareholder of the Company as a result of the Placing.

Number of Placing Shares

70,000,000 new Shares to be placed on a best effort basis by the Placing Agent. This represents 20% of the existing issued share capital of the Company of 350,000,000 Shares and approximately 16.67% of the issued capital of the Company as enlarged by the issue of 70,000,000 new Shares.

Placing price

HK\$0.30 per Placing Share which was determined on an arm’s length basis and represents (i) a discount of approximately 9.09% to the closing price of HK\$0.33 per share as quoted on the Stock Exchange on 15 March 2006; and (ii) a discount of approximately 9.09% to the 5-day average closing share price of HK\$0.33 per Share ending on 15 March 2006, being the last trading day immediately before the suspension of shares trading of the Company. The Directors (including the independent non-executive Directors) consider that the placing price of HK\$0.30 and the terms of the Placing Agreement are fair and reasonable and in the interest of the Company and its shareholders as a whole taking into account the fact that trading of the Shares has been suspended since 16 March 2006 and the impact that the Incidents have had on the financial position of the Company. Based on the closing share price of HK\$0.33 per Share on 15 March 2006, the total market value of the Placing Shares amount to HK\$23,100,000. On the basis of the estimated net proceeds to the Company of approximately HK\$20,650,000 from the Placing, this represent a net price of HK\$0.295 per Placing Share.

Rights of Placing Shares

The Placing Shares will rank, upon issue, pari passu in all respects with the existing issued Shares and will be issued under the General Mandate. As at the date of this announcement, the Company has not utilized the General Mandate and the maximum number of new shares that can be issued under the General Mandate is 70,000,000 Shares.

Conditions of the Placing and Completion

Completion of the Placing is conditional upon the Listing Committee of the Stock Exchange granting approval for the listing of, and permission to deal in, the Placing Shares. Application will be made to the Listing Committee for the listing of, and permission to deal in, the Placing Shares. Completion shall take place on the second business day (as such other date as may be agreed by the parties thereto) after fulfillment of the condition mentioned in the above. Subject to certain standard termination clauses under the Placing Agreement whereby the Placing Agent is entitled, on the occurrence of certain events (including a breach of any of the undertakings, representations and warranties set out in the Placing Agreement, and material adverse change in the market conditions) to terminate the Placing Agreement by giving notice to the Company. In addition, where the Placing Agent is unable to place all the Placing Shares in accordance with the terms of the Placing Agreement prior to the Placing Agreement becoming unconditional, the Placing Agreement will terminate.

Reasons for the Placing

The Directors consider that the Placing (i) represents an opportunity to raise capital for the Company while widening its shareholder base; and (ii) will further improve the financial position of the Group which is necessary to expand its businesses.

Use of Proceeds

The Placing will raise up to approximately HK\$21 million in cash, before expenses, or an estimated net proceed of approximately HK\$20.65 million, after expenses, for the Company. Of such proceeds, approximately HK\$16 million will be used for general working capital of the Group including working capital for the existing trading business and approximately HK\$4.6 million will be used for future business investment in particular for the trading of electronic products.

Effect on Shareholding Structure

The shareholding structure of the Company immediately before and after the completion of the Placing are set out in the following table. The table has not taken into account the conversion of the 460 million convertible redeemable preference shares (the "Preference Shares") held by Weina BVI, the issuance of which were approved by the shareholders on 28 June 2006, 28 December 2006 and 8 June 2007. The right to convert the Preference Shares may be exercised in full or in part only at the discretion of Weina BVI, subject to (i) the undertaking given by Weina BVI not to convert where such conversion would lead to the percentage of the Shares held by the public falling below 25% as required under the Listing Rules and (ii) the Listing Committee of the Stock Exchange having granted the approval for the listing of, and permission to deal in, the Shares to be issued following the conversion of the Preference Shares. In this respect, the Company will apply to the Stock Exchange for the listing of, and permission to deal in, the Shares to be issued upon conversion of the Preference Shares. Should Weina BVI opt to exercise its right to convert partially the Preference Shares up to a level of maintaining a minimum public float of 25% as prescribed under the Listing Rules, the shareholding structure would be as follows:

Shareholder Name	Immediately before the Placing		Immediately after the Placing		Immediately after partial conversion of the Preference Shares and the Placing	
	No. of shareholding	%	No. of shareholding	%	No. of shareholding	%
Weina BVI	0	0	0	0	365,904,000	46.56
Otto Link	126,700,000	36.20	126,700,000	30.17	126,700,000	16.12
Mr. Chak	96,824,000	27.66	96,824,000	23.05	96,824,000	12.32
<i>Public shareholders:</i>						
Placees	0	0	70,000,000	16.67	70,000,000	8.91
Other shareholders	126,476,000	36.14	126,476,000	30.11	126,476,000	16.09
Total	<u>350,000,000</u>	<u>100.00</u>	<u>420,000,000</u>	<u>100.00</u>	<u>785,904,000</u>	<u>100.00</u>

Fund- raising activities during the past 12 months

On 29 June 2006, the Company has raised HK\$100 million by the issuance of 250,000,000 Convertible Redeemable Preference Shares at HK\$0.40 each. Details of such issuance were set out in the Company's announcement dated 26 May 2006 and the Company's circular dated 10 June 2006. The proceeds were fully utilized as intended – working capital as to 50% and business investment as to the remaining 50%. In addition, on 22 June 2007, the Company has raised HK\$40 million by the issuance of 100,000,000 Convertible Redeemable Preference Shares at HK\$0.4 each. Details of such issuance were set out in the Company's announcement dated 19 April 2007 and the Company's circular dated 11 May 2007. As at the date of this announcement, the proceeds have not yet been utilized.

RESUMPTION OF TRADING

Trading in the shares of the Company on the Stock Exchange was suspended at the request of the Company with effect from 9:30 a.m. on 16 March 2006. An application has been made to the Stock Exchange for the resumption of trading in the shares with effect from 9:30 a.m. on 25 June 2007.

DEFINITIONS

“associate”	has the meaning ascribed to it in the Listing Rules
“Board”	the board of Directors of the Company
“Company”	The Quaypoint Corporation Limited, the shares of which are listed on the Stock Exchange
“Directors”	Directors of the Company
“General Mandate”	the general mandate to allot, issue and deal with Shares granted to the Directors by the Shareholders by a resolution passed at the annual general meeting of the Company held on 24 November 2006
“Guangdong Securities” or “Placing Agent”	Guangdong Securities Limited which is a licensed corporation under the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) to conduct type 1 (dealing in securities), type 4 (advising on securities) and type 6 (advising on corporate finance) regulated activities
“Hong Kong”	the Hong Kong Special Administrative Region of the People's Republic of China
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Ordinary Share(s)”	the ordinary share(s) of HK\$0.10 each in the capital of the Company
“Placing Agreement”	the placing agreement dated 22 June 2007 entered into between the Company and the Placing Agent in relation to the placing of 70,000,000 new Shares to not less than six places at HK\$0.3 each

“Placing Shares”	70,000,000 Shares to be placed by the Placing Agent pursuant to the Placing Agreement
“Shares”	ordinary shares of HK\$0.10 each in the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Weina BVI”	Weina BVI Limited, a company incorporated in the British Virgin Islands, which is ultimately owned by Mr. Tsim Wing Kong and his spouse as to 70% and 30% respectively
“Otto Link”	Otto Link Technology Limited, a company incorporated in the British Virgin Islands, which is owned as to 80% and 20% owned by Dr. Sze Kwan and Mr. Siek Fui respectively, both of them are Directors of the Company
“Mr. Chak”	Mr. Chak J E Kin Man
“%”	per cent.

By order of the Board
Chan Siu Chu, Debby
Executive Director & Chief Executive Officer

Hong Kong, 22 June 2007

As at the date of this announcement, the Board of Directors of the Company comprises three Executive Directors, namely Dr. SZE Kwan, Mr. SIEK Fui and Ms. CHAN Siu Chu, Debby, one Non-executive Director, namely Mr. Gerard McMahon and three Independent Non-executive Directors, namely Mr. LAU Sai Chung, Mr. NG Kwok Chu, Winfield and Mr. POON Lai Yin, Michael.

* *For identification purposes only*

Please also refer to the published version of this announcement in The Standard.