



# HONBRIDGE HOLDINGS LIMITED

洪橋集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8137)

## HALF YEAR RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2008

### CHARACTERISTICS OF THE GROWTH ENTERPRISE MARKET (“GEM”) OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)

GEM has been established as a market designed to accommodate companies to which a high investment risk may be attached. In particular, companies may list on GEM with neither a track record of profitability nor any obligation to forecast future profitability. Furthermore, there may be risks arising out of the emerging nature of companies listed on GEM and the business sectors or countries in which the companies operate. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.

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*This Announcement, for which the directors (the “Directors”) of Honbridge Holdings Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of the Stock Exchange (the “GEM Listing Rules”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this Announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this Announcement misleading; and (iii) all opinions expressed in this Announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.*

*This announcement will remain on the “Latest Company Announcements” page of the GEM website for at least 7 days from the day of its posting and on the Company’s website [www.8137.hk](http://www.8137.hk).*

## UNAUDITED CONSOLIDATED HALF YEAR RESULTS

The board of directors (the “Board”) of the Company hereby announces the unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30 June 2008, together with the comparative unaudited figures for the corresponding period in 2007, as follows:

### CONSOLIDATED INCOME STATEMENT – UNAUDITED

	Notes	Three months ended 30 June		Six months ended 30 June	
		2008 HK\$'000	2007 HK\$'000	2008 HK\$'000	2007 HK\$'000
<b>Revenue</b>	2	<b>13,395</b>	24,448	<b>17,655</b>	40,605
Cost of sales		<b>(9,541)</b>	(14,787)	<b>(13,231)</b>	(26,602)
Gross profit		<b>3,854</b>	9,661	<b>4,424</b>	14,003
Other operating income		<b>121</b>	24	<b>121</b>	59
Selling and distribution costs		<b>(2,169)</b>	(5,118)	<b>(4,371)</b>	(9,219)
Administrative expenses		<b>(3,459)</b>	(1,681)	<b>(7,681)</b>	(3,000)
Other operating expenses		–	–	–	(117)
Operating profit (loss)		<b>(1,653)</b>	2,886	<b>(7,507)</b>	1,726
Finance cost		<b>(302)</b>	–	<b>(505)</b>	–
<b>Profit (Loss) before income tax</b>	3	<b>(1,955)</b>	2,886	<b>(8,012)</b>	1,726
Income tax expense	5	–	–	–	–
<b>Profit (Loss) for the period</b>		<b>(1,955)</b>	2,886	<b>(8,012)</b>	1,726
<b>Attributable to:</b>					
Equity holders of the Company		<b>(1,978)</b>	2,886	<b>(8,035)</b>	1,726
Minority interests		<b>23</b>	–	<b>23</b>	–
		<b>(1,955)</b>	2,886	<b>(8,012)</b>	1,726
<b>Basic earnings (loss) per share for profit (loss) attributable to the equity holders of the Company during the period</b>	7	<b>HK(0.06) cent</b>	HK0.57 cent	<b>HK(0.24) cent</b>	HK0.34 cent

## CONDENSED CONSOLIDATED BALANCE SHEET

	Notes	As at 30 June 2008 HK\$'000 (Unaudited)	As at 31 December 2007 HK\$'000 (Audited)
<b>Non-current assets</b>			
Property, plant and equipment		24,647	1,293
Land use right		18,773	–
Goodwill	8	36,925	–
		<b>80,345</b>	1,293
<b>Current assets</b>			
Inventories		6,677	–
Trade and bills receivables		5,616	5,414
Other receivables and prepayment		31,203	1,300
Cash and cash equivalents		27,510	33,752
		<b>71,006</b>	40,466
<b>Current liabilities</b>			
Trade payables		8,400	5,375
Other payables, accrued expenses and receipts in advance		30,917	4,017
Borrowings	9	10,989	–
		<b>50,306</b>	9,392
<b>Net current assets</b>		<b>20,700</b>	31,074
<b>Total assets less current liabilities</b>		<b>101,045</b>	32,367
<b>Non-current liabilities</b>			
Convertible bonds		13,578	13,169
Borrowings	9	5,556	–
Amount due to substantial shareholder	10	45,000	–
		<b>64,134</b>	13,169
<b>Net assets</b>		<b>36,911</b>	19,198
<b>Equity attributable to equity holders of the Company</b>			
Share capital		3,413	3,413
Reserves		10,374	15,785
		<b>13,787</b>	19,198
Minority interests		23,124	–
<b>Total equity</b>		<b>36,911</b>	19,198

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY – UNAUDITED

For the six months ended 30 June 2008

	Equity attributable to equity holders of the Company								
	Share capital	Share premium	Capital reserve	Employee compensation reserve	Translation reserve	Convertible bonds equity reserve	Accumulated losses	Minority interests	Total equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
<b>2008</b>									
At 1 January 2008	3,413	30,211	(327)	831	-	1,700	(16,630)	-	19,198
Loss for the period	-	-	-	-	-	-	(8,035)	23	(8,012)
Employee share-based compensation	-	-	-	2,624	-	-	-	-	2,624
Acquisition of a subsidiary	-	-	-	-	-	-	-	23,101	23,101
<b>At 30 June 2008</b>	<b>3,413</b>	<b>30,211</b>	<b>(327)</b>	<b>3,455</b>	<b>-</b>	<b>1,700</b>	<b>(24,665)</b>	<b>23,124</b>	<b>36,911</b>
<b>2007</b>									
At 1 January 2007	507	9,218	(510)	3,783	114	-	(20,113)	-	(7,001)
Profit for the period	-	-	-	-	-	-	1,726	-	1,726
Employee share-based compensation	-	464	-	(2,214)	-	-	1,750	-	-
Exercise of share options	2	692	-	-	-	-	-	-	694
<b>At 30 June 2007</b>	<b>509</b>	<b>10,374</b>	<b>(510)</b>	<b>1,569</b>	<b>114</b>	<b>-</b>	<b>(16,637)</b>	<b>-</b>	<b>(4,581)</b>

## CONDENSED CONSOLIDATED CASH FLOW STATEMENT – UNAUDITED

	Six months ended	
	30 June	
	2008	2007
	<i>HK\$'000</i>	<i>HK\$'000</i>
Net cash generated from (used in) operating activities	<b>(38,995)</b>	(244)
Net cash used in investing activities	<b>(14,711)</b>	(135)
Net cash generated from financing activities	<b>47,464</b>	694
Net increase (decrease) in cash and cash equivalents	<b>(6,242)</b>	315
Cash and cash equivalents, beginning of the period	<b>33,752</b>	2,563
Cash and cash equivalents, end of the period	<b>27,510</b>	2,878
Analysis of the balance of cash and cash equivalents		
Cash at bank and in hand	<b>27,510</b>	2,878

Notes:

## 1 BASIS OF PRESENTATION

The unaudited consolidated financial statements for the three months and six months ended 30 June 2008 have not been audited by the Company's auditors but have been reviewed by the Company's audit committee.

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants, the disclosure requirements of the Hong Kong Companies Ordinance and the GEM Listing Rules.

These financial statements should be read, where relevant, in conjunction with the 2007 annual report.

The accounting policies and methods of computation used in the preparation of these financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2007.

## 2 REVENUE

Revenue, which is also the Group's turnover, represents the income generated from the sale of highly purified silicon and the publication of magazines.

## 3 PROFIT (LOSS) BEFORE INCOME TAX

During the three months and six months ended 30 June 2008, profit (loss) before income tax is arrived at after charging depreciation of approximately HK\$217,000 and HK\$241,000 respectively (three months and six months ended 30 June 2007: HK\$80,000 and HK\$158,000 respectively) in respect of the Group's property, plant and equipment.

## 4 SEGMENT INFORMATION

### (a) Geographical segments

An analysis of the Group's revenue by geographical location\* is as follows:

	Three months ended		Six months ended	
	30 June		30 June	
	2008	2007	2008	2007
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
The People's Republic of China except Hong Kong (the "PRC")	5,865	2,962	5,865	4,174
Hong Kong Special Administrative Region ("Hong Kong")	7,530	21,486	11,790	36,431
	13,395	24,448	17,655	40,605

An analysis of the Group's profit (loss) by geographical location\* is as follows:

	Three months ended 30 June		Six months ended 30 June	
	2008 HK\$'000 (Unaudited)	2007 HK\$'000 (Unaudited)	2008 HK\$'000 (Unaudited)	2007 HK\$'000 (Unaudited)
The PRC	58	(947)	58	(2,844)
Hong Kong	(2,013)	3,833	(8,070)	4,570
	<b>(1,955)</b>	2,886	<b>(8,012)</b>	1,726

\* Revenue and profit (loss) by geographical location is determined on the basis of the destination of the customers.

(b) Business segments

An analysis of Group's revenue by business segment is as follows:

	Three months ended 30 June		Six months ended 30 June	
	2008 HK\$'000 (Unaudited)	2007 HK\$'000 (Unaudited)	2008 HK\$'000 (Unaudited)	2007 HK\$'000 (Unaudited)
Sale of highly purified silicon	5,865	–	5,865	–
Publication of magazines	7,530	24,448	11,790	40,605
	<b>13,395</b>	24,448	<b>17,655</b>	40,605

An analysis of the Group's profit (loss) by business segment is as follows:

	Three months ended 30 June		Six months ended 30 June	
	2008 HK\$'000 (Unaudited)	2007 HK\$'000 (Unaudited)	2008 HK\$'000 (Unaudited)	2007 HK\$'000 (Unaudited)
Sale of highly purified silicon	58	–	58	–
Publication of magazines	165	2,886	(2,592)	1,726
Unallocated	(2,178)	–	(5,478)	–
	<b>(1,955)</b>	2,886	<b>(8,012)</b>	1,726

## **5 INCOME TAX EXPENSE**

No Hong Kong profits tax was provided as the Group had no estimated assessable profit arising in or derived from Hong Kong during the three months and six months ended 30 June 2008 (three months and six months ended 30 June 2007: Nil). No PRC enterprise income tax was provided as the Group has accumulated tax losses brought forward.

## **6 DIVIDEND**

The Board has resolved not to declare the payment of an interim dividend for the six months ended 30 June 2008 (six months ended 30 June 2007: Nil).

## **7 EARNINGS (LOSS) PER SHARE**

The calculation of basic earnings (loss) per share for the three months and six months ended 30 June 2008 are based on the loss attributable to the equity holders of the Company of HK\$1,978,000 and HK\$8,035,000 respectively (three months and six months ended 30 June 2007: profit of HK\$2,886,000 and HK\$1,726,000 respectively) and on 3,412,719,716 shares in issue (three months and six months ended 30 June 2007: 506,998,397 shares and 506,820,047 shares respectively in issue).

No diluted loss per share for the three months and six months ended 30 June 2008 have been presented because the outstanding share options had an anti-dilutive effect.

## **8 GOODWILL**

Goodwill represents the excess of the cost of an acquisition over the Group's share of the net fair value of the identifiable assets and liabilities of the acquiree, as at the date of acquisition. Goodwill is carried at cost less any accumulated impairment losses. Goodwill is tested annually for impairment. Impairment losses on goodwill are not reversed.

## **9 BORROWINGS**

Borrowings are unsecured, repayable within three years starting from January 2007 and bear floating interest rate which is based on the monthly interest rate of The People's Bank of China.

## **10 AMOUNT DUE TO SUBSTANTIAL SHAREHOLDER**

Amount due to substantial shareholder, Hong Bridge Capital Limited, is unsecured, repayable on 19 May 2011 and bear floating interest rate of Prime minus 1.25% starting from 20 May 2010.



## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **Business Review and Strategy**

For the second quarter of 2008, the Group recorded turnover of HK\$13.4 million which comprised HK\$5.9 million from the sale of highly purified silicon and HK\$7.5 million from the publication of magazines. Loss for the second quarter was HK\$1.9 million cutting from the first quarter of HK\$6.1 million. Disregard the share based payment of share options issued to employees amounting to HK\$0.9 million recognised during the period, actual loss before share based payment for the second quarter of the Group should be HK\$1.0 million.

During the second quarter of the year, the Group has made remarkable achievement in developing new business and acquired a 60% equity interest of a company engaged in the production and sale of highly purified silicon and the research and development of solar grade silicon. That subsidiary has begun generating profit to the Group.

Accordingly, the Co-operative Agreement entered into between the Company and Hunan Nonferrous Metals for set up of the JV as announced on 21 November 2007 for the acquisition of Abra Mining Limited, a corporation incorporated in Australia principally engaging in the mining business, whose shares are listed on the Australian Securities Exchange Limited, will not proceed. Both parties have acknowledged that no rights or obligations whatsoever shall subsist between the parties subsequent to the termination of the Co-operative Agreement. The Board also considered that such termination will not have any material adverse impact on the business operation and financial position of the Company.

### **LIQUIDITY AND FINANCIAL RESOURCES**

During the six months ended 30 June 2008, the Group's operation was mainly financed by the internal financial resources and the substantial shareholder of the Group.

As at 30 June 2008, the Group had net current assets of HK\$20.7 million (31 December 2007: HK\$31.1 million). The current assets comprised inventories of HK\$6.7 million, bank balances and cash of HK\$27.5 million, trade and bills receivables of HK\$5.6 million and other receivables and prepayment of HK\$31.2 million. The current liabilities comprised trade payables of HK\$8.4 million, other payables, accrued expenses and receipts in advance of HK\$30.9 million and borrowings of HK\$11.0 million.

During the period, HK\$45.0 million was provided from the substantial shareholder Hong Bridge Capital Limited to financially support the acquisition of a 60% equity interest in a company engaged in the production and sale of highly purified silicon and the research and development of solar grade silicon.

As at 30 June 2008, the gearing ratio of the Group which is measured by total borrowings to total equity was 1.67 (31 December 2007: zero).

The Board is of opinion that taking into account the internal financial resources of the Group and the financial support provided by the substantial shareholder, the Group has sufficient working capital for its present requirements.

## **MAJOR ACQUISITION**

On 20 May 2008, an unanimous ordinary resolution was passed at an extraordinary general meeting of the Company to acquire a 60% equity interest in Divine Mission Holdings Limited (“Divine Mission”).

Divine Mission is a company incorporated in the British Virgin Islands holding 100% equity interests of 濟學凱倫光伏材料有限公司 (“Kailun PV (Jining)”). Kailun PV (Jining) is a sino-foreign investment enterprise established in Jining, Shandong, PRC and is engaged in the production and sale of highly purified silicon and research and development in the production of solar grade silicon.

Details of the acquisition has been disclosed in the circular of the Company dated 2 May 2008.

## **PROSPECTS**

In the opinion of the Board, the Company has marched an important step to enter into the renewable energy industry. The Directors believe that the Group’s highly purified silicon production, research and development is progressing to achieve a significant breakthrough in technology to be able to produce higher value-added products.

In view of the good growth prospect and good return potential of the highly purified silicon business, the Board is of the opinion that focusing the currently available resources on investment in photovoltaic solar energy base materials industry, enlarge and enhance operation scale, will be able to improve and strengthen the Group’s income base so as to maximise our shareholders’ wealth. Meanwhile, the Group will keep looking for suitable investment and cooperation opportunities in the resources and energy sector.

## DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2008, the interests and short positions of the Directors and the chief executives of the Company in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to Rule 5.46 of the GEM Listing Rules, relating to the required standards of dealing by directors of listed issuers, to be notified to the Company and the Stock Exchange were as follows:

### (1) Long positions in the ordinary shares of HK\$0.001 each of the Company

Name of Director	Number of Ordinary Shares			Approximate Percentage of Shareholding
	Beneficial Owner	Interests of Controlled Corporation	Total	
HE Xuechu	-	2,555,000,000 <i>(Note)</i>	2,555,000,000	74.87%

*Note:* The 2,555,000,000 shares were held by Hong Bridge Capital Limited ("Hong Bridge"). Hong Bridge is wholly owned by Mr. HE Xuechu.

### (2) Long positions in the underlying shares of the Company SHARE OPTION SCHEME

The Company's existing share option scheme (the "Scheme") was adopted on 20 December 2001 and became effective on 8 January 2002. Particulars and movements of the outstanding share options granted under the Scheme during the six months ended 30 June 2008 were as follows:-

Name or category of participant	Number of share options					Outstanding as at 30/06/2008	Date of grant of share options <i>(Note a)</i>	Exercise period of share options	Subscription price per share HK\$	Price per share immediately preceding the grant date of options HK\$ <i>(Note b)</i>	Price per share immediately preceding the exercise date of options HK\$ <i>(Note c)</i>
	Outstanding as at 01/01/2008	Granted during the period	Exercised during the period	Lapsed during the period	Cancelled during the period						
Directors											
LIU Wei, William	10,000,000	-	-	-	-	10,000,000	22/11/2007	22/05/2008 - 07/01/2012	1.20	1.20	N/A
SHI Lixin	10,000,000	-	-	-	-	10,000,000	22/11/2007	22/05/2008 - 07/01/2012	1.20	1.20	N/A
Sub-total	20,000,000	-	-	-	-	20,000,000					
Employees	1,200,000	-	-	-	-	1,200,000	22/11/2007	22/05/2008 - 07/01/2012	1.20	1.20	N/A
Others	240,000	-	-	-	-	240,000	15/04/2002	15/04/2003 - 07/01/2012	0.69	0.68	N/A
Total	21,440,000	-	-	-	-	21,440,000					

Notes:

- (a) All share options granted on 15 April 2002 are subject to a vesting period and becoming exercisable in whole or in part in the following manner:

<b>From the date of grant of share options</b>	<b>Exercisable Percentage</b>
Within 12 months	Nil
13th – 24th months	33 $\frac{1}{3}$ %
25th – 36th months	33 $\frac{1}{3}$ %
37th – 48th months	33 $\frac{1}{3}$ %

Share options granted on 22 November 2007 are subject to a vesting period of six months and becoming exercisable in whole after then.

- (b) The price of the Shares disclosed as immediately preceding the grant date of the share options is the Stock Exchange closing price on the trading day immediately prior to the date of the grant of the share options.
- (c) The weighted average closing price of the Shares immediately before the date on which the options were exercised.
- (d) As no share options were granted during the six months ended 30 June 2008, no consideration in respect of share options was received and the disclosure of value of options granted during the period is also not applicable.

## **CONVERTIBLE SECURITIES, OPTIONS, WARRANTS OR SIMILAR RIGHTS**

On 16 October 2007, convertible notes of HK\$14.7 million with an initial conversion price of HK\$0.007 per conversion share of the Company were issued to Hong Bridge, a company wholly owned by Mr. HE Xuechu.

During the six months ended 30 June 2008, there was no conversion of the Company's outstanding convertible notes.

Save as disclosed above, none of the Directors or chief executives of the Company had, as at 30 June 2008, any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the required standard of dealings by directors of listed issuers as referred to in Rule 5.46 of the GEM Listing Rules.

## **SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES**

So far as is known to any Director or chief executive of the Company, as at 30 June 2008, shareholders (other than Directors or chief executives of the Company) who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or, which were recorded in the register required to be kept by the Company under Section 336 of the SFO were as follows:

### **Long positions of substantial shareholders in the ordinary shares of HK\$0.001 each of the Company**

<b>Name of shareholder</b>	<b>Capacity</b>	<b>Number of ordinary shares held</b>	<b>Approximate percentage of shareholding</b>
Hong Bridge	Beneficial owner	2,555,000,000 <i>(Note)</i>	74.87%

*Notes:* Hong Bridge is wholly owned by Mr. HE Xuechu, the Chairman and a director of the Company.

Save as disclosed above, as at 30 June 2008, the Company had not been notified by any other persons (other than the Directors or chief executives of the Company) who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

## **DIRECTORS' AND MANAGEMENT SHAREHOLDERS' INTERESTS IN COMPETING BUSINESS**

Mr. FOK Hon, an Independent Non-Executive Director of the Company, is also the managing director of All Leaders Publication Group Limited. Since All Leaders Publication Group Limited is engaged in the publication business, Mr. FOK is regarded as interested in such competing business of the Group.

Save as disclosed above, none of the Directors or the management shareholders (as defined under the GEM Listing Rules) of the Company or their respective associates had any interest in a business which competes or may compete or had any conflicts of interest with the business of the Group for the six months ended 30 June 2008.

## **CODE ON CORPORATE GOVERNANCE PRACTICES**

The Company complied with the Code on Corporate Governance Practices (the “CG Code”) of the GEM Listing Rules throughout the six months ended 30 June 2008.

## **COMPLIANCE WITH THE MODEL CODE**

The Company has adopted the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules for Directors.

All Directors have confirmed, following specific enquiry by the Company, their compliance with the required standards of dealings and its code of conduct regarding the directors’ securities transaction throughout the six months ended 30 June 2008.

## **AUDIT COMMITTEE**

The Company established an audit committee with written terms of reference in compliance with Rule 5.28 of the GEM Listing Rules. The primary duties of the audit committee are to review and supervise the financial reporting and internal control procedures of the Group. The audit committee comprises three members, Mr. CHAN Chun Wai, Tony (Committee Chairman), Mr. FOK Hon and Mr. MA Gang, who are Independent Non-Executive Directors of the Company.

The Group’s unaudited results for the six months ended 30 June 2008 were reviewed by the audit committee, which was of the opinion that the preparation of such results complied with the applicable accounting standards and requirements and that adequate disclosures were made.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY’S LISTED SECURITIES**

During the six months ended 30 June 2008, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company’s listed securities.

As at the date of this announcement, the Board comprises (1) Mr. HE Xuechu, Mr. LIU Wei, William and Mr. SHI Lixin as Executive Directors; and (2) Mr. CHAN Chun Wai, Tony, Mr. FOK Hon and Mr. MA Gang as Independent Non-Executive Directors.

On behalf of the Board

**HE Xuechu**

*Chairman*

Hong Kong, 8 August 2008