



中國創新投資有限公司

*China Innovation Investment Limited*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code : 1217)

Interim Report  
**2009**



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## FINANCIAL HIGHLIGHTS

The board (the “Board”) of directors (the “Directors”) of China Innovation Investment Limited (the “Company”) are pleased to announce the unaudited interim results of the Company for the six months ended 30 June 2009 with comparative figures for the corresponding period of 2008 as follows:

	<b>Six months ended 30 June</b>	
	<b>2009 HK\$ (Unaudited)</b>	2008 HK\$ (Unaudited)
Revenue	<b>10,106,425</b>	14,505,006
Gross sales proceeds of financial assets at fair value through profit or loss	<b>99,593,600</b>	198,888,130
Profit/(loss) for the period	<b>7,314,299</b>	(27,290,736)
Profit/(loss) for the period attributable to equity holders of the Company	<b>7,314,299</b>	(27,290,736)
Earning/(loss) per share in HK cents		
Basic	<b>0.14</b>	(0.60)
Diluted	<b>0.14</b>	N/A

### Interim Dividend

To maintain the capital for operation and potential investment opportunities, the Board does not recommend the payment of an interim dividend for the six months ended 30 June 2009.

# MANAGEMENT DISCUSSION AND ANALYSIS

## Financial review

For the six months ended 30 June 2009, the Company recorded a total revenue of HK\$10,106,425 (2008: HK\$14,505,006). This decrease in revenue was mainly due to decrease in the gain on disposal of financial assets.

The profit for the six months ended 30 June 2009 was HK\$7,314,299 while the loss for the corresponding period of 2008 was HK\$27,290,736.

## Investment portfolio review

The Company is an investment holding company under Chapter 21 of the Rules Governing the Listing of Securities on the Main Board of the Stock Exchange (the "Listing Rules"). Its principal investment objective is to achieve medium-term capital appreciation by investing in listed and unlisted companies mainly in Hong Kong and the People's Republic of China ("PRC").

During the six months ended 30 June 2009, the Company continued to hold investments in three unlisted companies namely Jinan LuGu (HK) Technology Development Limited ("Jinan LuGu"), SNG Hong Kong Limited ("SNG") and Takenaka Investment Company Limited ("Takenaka") of which the carrying value of the investment portfolio amounting to HK\$28,624,725.

Jinan LuGu is incorporated in Hong Kong and principally engaged in investment holding. As at 30 June 2009, Jinan LuGu indirectly held 59.5% interest in a company incorporated in the PRC of which its principal activity is manufacturing and trading of 陶瓷微電路基板 (Ceramic Microcircuit Substrates), 微電路模塊 (Microcircuit Modules), 陶瓷電子元(組)件 (Ceramic Electronic Apparatus Parts (Discreteness)). The Company holds 250 ordinary shares in Jinan LuGu, representing 25% interest in the issued share capital of Jinan LuGu. No dividend was received during the period (2008: nil) under review.

SNG is incorporated in Hong Kong and principally engaged in investment holding. As at 30 June 2009, SNG indirectly held 38.5% interest in a company incorporated in the PRC, of which its principal activity is manufacturing and trading of 發光二極管芯片 (LED Chips). The Company holds 3,750 ordinary shares in SNG, representing 30% interest in the issued share capital of SNG. No dividend was received during the period (2008: nil) under review.

Takenaka is incorporated in British Virgin Islands and principally engaged in investment holding. As at 30 June 2009, Takenaka indirectly held 19.5% interest in a company incorporated in the PRC, of which the principal activity is manufacture and distribution of copper foils for civil and military uses. The Company holds 30 ordinary shares in Takenaka, representing 30% interest in the issued share capital of Takenaka and has contributed its shareholders' loan in the amount of HK\$23,575,500 in Takenaka. No dividend was received during the period (2008: nil) under review.



## MANAGEMENT DISCUSSION AND ANALYSIS

On 3 October 2008, the Company entered into a legally binding agreement with Morgan Strategic Limited (“MSL”), a company incorporated in the British Virgin Islands, pursuant to which the Company committed to acquire convertible note with face value of HK\$40,000,000 from MSL. The convertible note will mature on the fifth anniversary date from the first payment requisition notice issued by MSL to the Company with an interest rate of 5% per annum. In accordance with the terms and conditions of the agreement, upon maturity of the convertible note, the Company has the right to convert the convertible note to an equity interest of 80% of the then issued share capital of MSL, excluding the voting right of the respective shares. As at 30 June 2009, an aggregate of HK\$21,000,000 was paid by the Company as requested by MSL and the balance of HK\$19,000,000 was presented as other payable in the condensed statement of financial position.

On 2 March 2009, the Company entered into a subscription agreement with Moral Glory Limited (“MGL”), a company incorporated in Hong Kong, pursuant to which the Company committed to acquired convertible note with face value of HK\$50,000,000 from MGL. The convertible note will mature on the fifth anniversary date from the first payment requisition notice issued by MGL to the Company. The total interest to be charged is composed of a fixed rate interest of 1% per annum on the principal and a participating interest of 50% on the annual post tax profit of MGL and its subsidiary of which the participating interest will be capped at no more than 59% on the principal per annum. In accordance with the terms and conditions of the agreement, upon maturity of the convertible note, the Company has the right to convert the convertible note to an equity interest of 90% of the then issued share capital of MGL, excluding the voting right of the respective shares. As at 30 June 2009, the acquisition has not been completed which is subject to the fulfilling of those prerequisites stated in the agreement and a refundable deposit of HK\$2,500,000 had been paid by the Company pursuant to the agreements signed between the Company and MGL.

As at 30 June 2009, the Company also held listed equity investments in Hong Kong at the fair value of HK\$54,636,900.

During the period under review, the Company acquired a property in Hong Kong at the consideration of HK\$30,000,000 for investment purpose.

As at the date of this report, the Company continued to hold the above mentioned investments in its investment portfolio. The Board is of the view that the business operations and the performance of such investments will grow with the economy in the PRC in the foreseeable future.

### Prospect

Looking forward, the Company will continue to explore the investment opportunities to achieve medium-term capital appreciation.



# MANAGEMENT DISCUSSION AND ANALYSIS

## Liquidity and financial resources and gearing

As at 30 June 2009, the Company had cash and cash equivalents of HK\$112,449,949. All the cash and cash equivalents were mainly placed as short term deposits in Hong Kong dollars with banks and securities companies in Hong Kong.

For the period under review, the Company financed its operations with its own available funding and did not have any banking facilities other than zero-coupon convertible bonds. In this regard, the Company had a net cash position and its gearing ratio was zero (net debt to shareholders' funds) as at 30 June 2009. Taking into consideration the existing financial resources of the Company, it is anticipated that the Company should have adequate financial resources to meet its ongoing operating and development requirements.

## Capital structure

Details in the changes of the capital structure of the Company during the six months ended 30 June 2009 are set out in note 11 to the condensed financial statements. The capital of the Company comprises only ordinary shares as at 30 June 2009.

## Foreign currency fluctuation

The Company mainly operates its business transaction in Hong Kong dollars and thus is not exposed to foreign currency risk. No hedging or other alternatives have been implemented.

## Charge on assets

As at 30 June 2009, the Company did not pledge its assets.

## Contingent liabilities

As at 30 June 2009, the Company did not has any significant contingent liabilities.

## Employee

As at 30 June 2009, the Company had 6 (2008: 3) employees.

## Appreciation

Finally, for and on behalf of the Company and the board of directors, I would like to express my heartfelt gratitude to our shareholders, business partners and dedicated colleagues.

On behalf of the Board

**Xiang Xin**

*Chairman and Chief Executive Officer*

Hong Kong, 11 September 2009

## ADDITIONAL INFORMATION

### Disclosure of Interests by Directors

As at 30 June 2009, the following Directors and the chief executive of the Company or any of their respective associates had the following interests and short positions in the ordinary shares of HK\$0.01 each in the capital of the Company (the "Share"), underlying shares, and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) as recorded in the register required to be kept by the Company under Section 352 of the SFO or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited ("the Stock Exchange") pursuant to Part XV of the SFO or the Model Code for Securities Transactions by Directors of Listed Issuers under the Listing Rules (the "Model Code").

#### (i) Long position in the Shares

Name	Interest in Shares	Capacity	Approximate percentage of interests
Xiang Xin ("Mr. Xiang")	1,523,335,379	Corporate interests ( <i>note 1</i> )	29.46%
Chan Cheong Yee	17,040,000	Beneficiary	0.33%
Wong Chak Keung	10,656,000	Beneficiary	0.21%
Lee Wing Hang	1,000,000	Beneficiary	0.01%

*Note:*

1. The 1,523,335,379 shares are held by Harvest Rise Investments Limited, a private company wholly and beneficially owned by Mr. Xiang. Mr. Xiang is the sole director of Harvest Rise Investments Limited.

## ADDITIONAL INFORMATION

### (ii) Long position in the underlying shares – share options

Name	Date of grant	Exercise period	Number of share options outstanding as at 30 June 2009	Exercise price per share	Number of total underlying Shares	Approximate percentage of interests
Xiang Xin	18.10.2007	18.10.2007 to 15.10.2010	17,040,000	0.0500	22,040,000	0.43%
	14.1.2008	1.2.2008 to 31.1.2011	5,000,000	0.2000		
Chan Cheong Yee	14.1.2008	1.2.2008 to 31.1.2011	20,000,000	0.2000	20,000,000	0.39%
Wong Chak Keung	18.10.2007	18.10.2007 to 15.10.2010	6,384,000	0.0500	26,384,000	0.51%
	14.1.2008	1.2.2008 to 31.1.2011	20,000,000	0.2000		
Wang Qing Yu (note)	18.10.2007	18.10.2007 to 15.10.2010	8,520,000	0.0500	13,520,000	0.26%
	14.1.2008	1.2.2008 to 31.1.2011	5,000,000	0.2000		
Ng Kwong Chue Paul	29.1.2003	28.8.2003 to 27.8.2013	10,244,262	0.0244	23,764,262	0.46%
	18.10.2007	18.10.2007 to 15.10.2010	8,520,000	0.0500		
	14.1.2008	1.2.2008 to 31.1.2011	5,000,000	0.2000		
David Wang Xin	29.1.2003	28.8.2003 to 27.8.2013	4,097,704	0.0244	26,137,704	0.51%
	18.10.2007	18.10.2007 to 15.10.2010	17,040,000	0.0500		
	14.1.2008	1.2.2008 to 31.1.2011	5,000,000	0.2000		
Zang Hong Liang	18.10.2007	18.10.2007 to 15.10.2010	17,040,000	0.0500	22,040,000	0.43%
	14.1.2008	1.2.2008 to 31.1.2011	5,000,000	0.2000		
Lee Wing Hang	18.10.2007	18.10.2007 to 15.10.2010	10,000,000	0.0500	15,000,000	0.29%
	14.1.2008	1.2.2008 to 31.1.2011	5,000,000	0.2000		

Note: Mr. Wang Qing Yu resigned as a non-executive director and the chairman of the Company on 1 August 2009 but was appointed as a member of the Steering Committee of the Company effective from 1 August 2009.



## ADDITIONAL INFORMATION

### (iii) Long position in the unlisted warrants (“2008 Warrants”) of the Company

Name	Number of underlying Shares (in respect of the 2008 Warrants) held	Capacity	% to the issued share capital of the Company
Xiang Xin	800,000,000	Corporate interest ( <i>note 1</i> )	15.47%

*Note:*

1. The underlying Shares are held by Harvest Rise Investments Limited, a private company wholly and beneficially owned by Mr. Xiang. Mr. Xiang is the sole director of Harvest Rise Investments Limited.

The 2008 Warrants entitle the holders to subscribe for new Shares at the subscription price of HK\$0.20 per Share (subject to adjustment) until 29 January 2013.

### (iv) Long position in the zero-coupon convertible bonds (“CB”) of the Company

Name	Principal amount of CBs HK\$	Number of underlying Shares to be held	Capacity	% to the issued share capital of the Company
Xiang Xin	10,000,000	200,000,000	Corporate interest ( <i>note 1</i> )	3.87%

*Note:*

1. The underlying Shares are held by Harvest Rise Investments Limited, a private company wholly and beneficially owned by Mr. Xiang. Mr. Xiang is the sole director of Harvest Rise Investments Limited.

Holders of the CBs are entitled to convert the CBs into Shares at the conversion price of HK\$0.05 per Share (subject to adjustment) until 29 January 2013.

Save as disclosed above, none of the Directors or the chief executive of the Company or any of their respective associates had, as at 30 June 2009, any interests and short positions in the Shares, underlying shares, and debentures of the Company or any of its associated corporations (within the meaning of Part XV of SFO) as recorded in the register required to be kept by the Company under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to Part XV of the SFO or the Model Code.

## ADDITIONAL INFORMATION

### Disclosure of Interests by Substantial Shareholders

As at 30 June 2009, the persons/companies, other than a Director or chief executive of the Company, who had interests or short positions in the Shares and 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:

#### (i) Long positions of substantial shareholders in the Shares of the Company

<b>Name</b>	<b>Capacity</b>	<b>Number of issued shares held</b>	<b>Approximate percentage of interests</b>
Harvest Rise Investments Limited ( <i>note 1</i> )	Corporate	1,523,335,379	29.46%
Kung Ching ( <i>note 2</i> )	Family Corporate	1,523,335,379	29.46%
Tat Fai Enterprises Ltd.	Beneficiary	660,383,891	12.77%
Cheung Chung Chit ( <i>note 3</i> )	Deemed	660,383,891	12.77%

#### (ii) Long position in the unlisted warrants ("2008 Warrants") of the Company

<b>Name</b>	<b>Number of underlying Shares (in respect of the 2008 Warrants) held</b>	<b>Capacity</b>	<b>% to the issued share capital of the Company</b>
Harvest Rise Investments Limited ( <i>note 1</i> )	800,000,000	Beneficiary	15.47%
Kung Ching ( <i>note 2</i> )	800,000,000	Family corporate	15.47%

The 2008 Warrants entitle the holders to subscribe for new Shares at a subscription price of HK\$0.20 per Share (subject to adjustment) until 29 January 2013.

## ADDITIONAL INFORMATION

### (iii) Long position in the zero-coupon convertible bonds (“CB”) of the Company

Name	Principal amount of CBs HK\$	Number of underlying Shares to be held	Capacity	% to the issued share capital of the Company
Harvest Rise Investments Limited ( <i>note 1</i> )	10,000,000	200,000,000	Beneficiary	3.87%
Kung Ching ( <i>note 2</i> )	10,000,000	200,000,000	Family corporate	3.87%

Holder of the CBs are entitled to convert the CBs into Shares at the conversion price of HK\$0.05 per Share (subject to adjustment) until 29 January 2013.

#### Notes:

1. Harvest Rise Investments Limited is a private company wholly and beneficially owned by Mr. Xiang. Mr. Xiang is the sole director of Harvest Rise Investments Limited.
2. Ms. Kung Ching, the spouse of Mr. Xiang, is deemed to have interest in the Shares and underlying Shares held by Harvest Rise Investments Limited as mentioned in note 1 above.
3. Tat Fai Enterprises Ltd. is a private company wholly and beneficially owned by Mr. Cheung Chung Chit. Mr. Cheung Chung Chit is deemed to have interest in 660,383,891 shares held by Tat Fai Enterprises Ltd.

Save as disclosed above, as at 30 June 2009, the Company has not been notified by any persons (other than Directors or chief executive 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.

## Other Information

### Purchase, Sale or Redemption of the Company’s Listed Securities

During the six months ended 30 June 2009, the Company had not purchased, sold or redeemed any of its listed securities.

## Corporate Governance

### Code on Corporate Governance Practices

The Company had complied with the Code on Corporate Governance Practice (“Code”) as set out in Appendix 14 to the Listing Rules during the six months ended 30 June 2009, save for deviation from Code A.4.1.



## ADDITIONAL INFORMATION

Under the code provision A.4.1 of the Code, non-executive directors should be appointed for a specific term, subject to re-election.

None of the existing non-executive Directors are appointed for a specific term. This constitutes a deviation from code provision A.4.1 of the Code. However, all Directors (including Independent Non-executive Directors) are subject to retirement by rotation in accordance with the Company's Articles of Association. As such, the Board considers that sufficient measures have been taken to ensure that the Company's corporate governance practices are no less exacting than those in the Code.

Subsequent to the balance sheet date, Mr. Xiang has been elected by the Board to replace Mr. Wang Qing Yu as the chairman of the Company effective on 1 August 2009. Mr. Xiang performs both of the roles as the chairman and the chief executive officer of the Company. This deviates from code provision A.2.1 of the Code which requires that the roles of chairman and chief executive officer should be separated and should not be performed by the same individual.

After evaluation of the current situation of the Company and taking into account of the experience and past performance of Mr. Xiang, the Board is of the opinion that it is appropriate and in the best interests of the Company at the present stage for Mr. Xiang to hold both positions as the chairman and the chief executive officer of the Company as it helps to maintain the continuity of the policies and the stability of the operations of the Company.

### Model Code on Securities Transactions by Directors

The Company adopted the Model Code for Securities Transactions by Directors of Listed Issuer ("Model Code") as set out in Appendix 10 of the Listing Rules as its own code of conduct regarding Directors' securities transactions.

Having made specific enquiry of all Directors, the Directors of the Company have complied with the required standard set out in the Model Code.

### Audit Committee

The audit committee (the "Audit Committee") was established by the Board since the listing of the Company's shares on the Stock Exchange on 28 August 2002. The Audit Committee has its written terms of reference in compliance with the Code as set out in the Listing Rules. As at the date of this interim report, the Audit Committee comprises three independent non-executive Directors, namely Mr. David Wang Xin, Mr. Zang Hong Liang and Mr. Lee Wing Hang. The principal duties of the Audit Committee include the review and supervision of the Company's financial reporting system and internal control procedures and review of the Company's financial information.

The Company's interim report for the six months ended 30 June 2009 has been reviewed by the Audit Committee.

### Sufficiency of Public Float

The Company has maintained the prescribed public float under the Listing Rules, based on the information that is publicly available to the Company and within the knowledge of the Directors, throughout the six months ended 30 June 2009.

# FINANCIAL INFORMATION

## CONDENSED INCOME STATEMENT

For the six months ended 30 June 2009



	Notes	Six months ended 30 June	
		2009 HK\$ (Unaudited)	2008 HK\$ (Unaudited)
<b>REVENUE</b>	3	<b>10,106,425</b>	14,505,006
Gross sales proceeds of financial assets at fair value through profit or loss		<b>99,593,600</b>	198,888,130
Interest income		<b>6,393,079</b>	517,401
Dividend income		<b>432,480</b>	394,320
Gain on disposal of financial assets at fair value through profit or loss		<b>2,497,284</b>	13,593,285
Gain on disposal of available-for-sale investment		<b>322,317</b>	–
Other income		<b>461,265</b>	–
Depreciation		<b>(100,866)</b>	–
Investment manager's fee		<b>(150,000)</b>	(150,000)
Directors' emoluments		<b>(323,514)</b>	(17,514)
Equity-settled share option expenses		–	(22,951,800)
Fair value change of financial assets at fair value through profit or loss		–	(15,685,084)
Administrative and other operating expenses	4	<b>(1,839,367)</b>	(1,848,888)
Finance cost	5	<b>(378,379)</b>	(1,142,456)
<b>PROFIT/(LOSS) BEFORE TAXATION</b>		<b>7,314,299</b>	(27,290,736)
Tax	6	–	–
<b>PROFIT/(LOSS) FOR THE PERIOD</b>		<b>7,314,299</b>	(27,290,736)
Profit/(loss) for the period attributable to equity holders of the Company		<b>7,314,299</b>	(27,290,736)
<b>EARNING/(LOSS) PER SHARE (in HK cents)</b>			
Basic	7	<b>0.14</b>	(0.60)
Diluted	7	<b>0.14</b>	N/A

# CONDENSED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2009

## Six months ended 30 June

	2009 HK\$ (Unaudited)	2008 HK\$ (Unaudited)
Profit/(loss) for the period	<b>7,314,299</b>	(27,290,736)
<b>Other comprehensive income</b>		
Change in fair value of available-for-sale investments	<b>17,659,274</b>	–
Realised gain upon disposal of available-for-sale investment in income statement	<b>(3,288,682)</b>	–
Other comprehensive income for the period, net of tax	<b>14,370,592</b>	–
Total comprehensive income/(loss) for the period	<b>21,684,891</b>	(27,290,736)
Total comprehensive income/(loss) for the period attributable to equity holders of the Company	<b>21,684,891</b>	(27,290,736)

# CONDENSED STATEMENT OF FINANCIAL POSITION

At 30 June 2009

	<i>Notes</i>	<b>30 June 2009 HK\$ (Unaudited)</b>	31 December 2008 HK\$ (Audited)
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		<b>32,153,863</b>	945,929
Available-for-sale investments	8	<b>123,261,625</b>	81,793,715
Loan receivable		<b>23,575,500</b>	23,575,500
		<b>178,990,988</b>	106,315,144
<b>CURRENT ASSETS</b>			
Deposits and prepayment		<b>935,289</b>	650,987
Other receivable		<b>5,057,534</b>	–
Deposit for acquisition of available-for-sale investment		<b>2,500,000</b>	–
Financial assets at fair value through profit or loss	9	–	47,096,316
Cash and cash equivalents	10	<b>112,449,949</b>	104,819,277
		<b>120,942,772</b>	152,566,580
<b>CURRENT LIABILITIES</b>			
Accruals		<b>144,781</b>	262,515
Other payable		<b>19,000,000</b>	–
		<b>19,144,781</b>	262,515
<b>NET CURRENT ASSETS</b>		<b>101,797,991</b>	152,304,065
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>280,788,979</b>	258,619,209
<b>EQUITY</b>			
Share capital	11	<b>51,708,658</b>	51,687,358
Reserves		<b>221,624,576</b>	199,854,485
<b>Total equity</b>		<b>273,333,234</b>	251,541,843
<b>NON-CURRENT LIABILITIES</b>			
Zero-coupon convertible bonds	12	<b>7,455,745</b>	7,077,366
		<b>280,788,979</b>	258,619,209
Net asset value per share	14	<b>HK\$0.05</b>	HK\$0.05

# CONDENSED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2009

	Share capital HK\$	Share premium HK\$	Share option reserve HK\$	Investment revaluation reserve HK\$	Convertible bonds equity reserve HK\$	Accumulated losses HK\$	Total HK\$
Unaudited							
At 1 January 2008	41,696,758	180,905,965	3,431,436	-	-	(25,674,191)	200,359,968
Total comprehensive loss for the period	-	-	-	-	-	(27,290,736)	(27,290,736)
Equity component of convertible bonds	-	-	-	-	26,281,377	-	26,281,377
Issue of shares upon conversion of convertible bonds	8,000,000	32,758,603	-	-	(21,025,102)	-	19,733,501
Issue of shares upon acquisition of investment	1,806,000	25,284,000	-	-	-	-	27,090,000
Issue of shares upon exercise of share option, and option fee	184,600	738,421	-	-	-	-	923,021
Equity-settled share option scheme	-	-	22,951,800	-	-	-	22,951,800
Transfer to reserves upon exercise of share options	-	333,233	(333,233)	-	-	-	-
At 30 June 2008	51,687,358	240,020,222	26,050,003	-	5,256,275	(52,964,927)	270,048,931
Unaudited							
At 1 January 2009	51,687,358	239,921,707	25,259,201	(14,968,912)	3,455,781	(53,813,292)	251,541,843
Total comprehensive income for the period	-	-	-	14,370,592	-	7,314,299	21,684,891
Issue of shares upon exercise of share option (note 11)	21,300	85,200	-	-	-	-	106,500
Transfer to reserves upon exercise of share options	-	38,450	(38,450)	-	-	-	-
At 30 June 2009	51,708,658	240,045,357	25,220,751	(598,320)	3,455,781	(46,498,993)	273,333,234





## CONDENSED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2009

*Notes:*

- (i) Under the Companies Law of the Cayman Islands, the share premium of the Company is available for paying distributions or dividends to the shareholders subject to the provisions of the Articles of Association of the Company and a statutory solvency test. Under the Articles of Association of the Company, dividend may be declared or payable out of the profits and reserves of the Company lawfully available for distribution with the sanction of an ordinary resolution. Dividend may also be declared out of share premium account of the Company. As at 30 June 2009, the Company's reserve available for distribution amounted to approximately HK\$192,948,000 (2008: approximately HK\$187,055,000).
- (ii) The share option reserve comprises the fair value of unexercised share options granted to directors, employees and business advisors of the Company recognised in accordance with HKFRS 2.
- (iii) The investment revaluation reserve arises on the revaluation of available-for-sale financial assets. When a revalued financial asset is sold, the portion of the reserve related to that financial asset, and is effectively realised, is recognised in profit or loss.
- (iv) The convertible bonds equity reserve arises on the issue of convertible bonds by the Company. It represents the option to convert the liability component into ordinary shares of the Company and will remain in convertible bonds equity reserve until the conversion option is exercised (in which case the balance stated in convertible bonds equity reserve will be transferred to share premium). Where the option remains unexercised at the expiry date, the balance stated in convertible bonds equity reserve will be released to retained profits.

# CONDENSED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2009

	<b>Six months ended 30 June</b>	
	<b>2009 HK\$ (Unaudited)</b>	<b>2008 HK\$ (Unaudited)</b>
Net cash from operating activities	<b>11,277,267</b>	19,982,378
Net cash used in investing activities	<b>(3,753,095)</b>	(101,908,904)
Net cash from financing activities	<b>106,500</b>	50,839,311
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>7,630,672</b>	(31,087,215)
Cash and cash equivalents at beginning of the period	<b>104,819,277</b>	148,880,855
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>112,449,949</b>	117,793,640
<b>ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	<b>97,511,559</b>	116,644,047
Cash held in the securities account of securities companies	<b>14,938,390</b>	1,149,593
	<b>112,449,949</b>	117,793,640



# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## 1 Corporate information

The Company is incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law (2001 Second Revision) of the Cayman Islands and the Company's shares are listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). The address of its registered office and principal place of business of the Company are disclosed in the "Corporate Information" section of the interim report.

The Company is an investment holding company. Its principal investment objective is to achieve medium-term capital appreciation by investing in listed and unlisted companies mainly in Hong Kong and the People's Republic of China (the "PRC").

## 2 Basis of preparation

The unaudited condensed financial statements have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Listing Rules and with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

The unaudited condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2008.

### Summary of significant accounting policies

The unaudited interim financial statements have been prepared under the historical cost basis except for certain financial instruments, which are measured at fair values, as appropriate.

The accounting policies adopted in the interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2008, except for the adoption of the new and revised Hong Kong Financial Reporting Standards ("HKFRSs") (which include individual Hong Kong Financial Reporting Standards, HKAS and Interpretations) as disclosed below.

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## New and amended HKFRSs

From 1 January 2009, the Company has applied for the first time all the new and amended HKFRSs which are relevant to and effective to the Company's financial statements for the annual financial period beginning on 1 January 2009.

Other than as noted below, the adoption of these new and revised HKFRSs did not result in significant changes in the Company's accounting policies.

### *HKAS 1 (Revised 2007) Presentation of financial statements*

The adoption of HKAS 1 (Revised 2007) makes certain changes to the format and titles of the primary financial statements and to the presentation of some items within these statements. It also gives rise to additional disclosures. The measurement and recognition of the Company's assets, liabilities, income and expenses is unchanged. However, some items that were recognised directly in equity are now recognised in other comprehensive income. HKAS 1 affects the presentation of changes in equity and introduces a "Statement of Comprehensive Income". Comparatives have been restated to conform with the revised standard.

The Company has not early adopted the following HKFRSs that have been issued but are not yet effective.

HKAS 27 (Revised)	Consolidated and separate financial statements <sup>1</sup>
HKAS 39 (Amendment)	Eligible hedged item <sup>1</sup>
HKFRS 1 (Revised)	First-time adoption of HKFRSs <sup>1</sup>
HKFRS 2 (Amendment)	Share-based Payment – group cash-settled share-based payment transactions <sup>2</sup>
HKFRS 3 (Revised)	Business combinations <sup>1</sup>
HK(IFRIC) – INT 13	Customer loyalty programmes <sup>1</sup>
HK(IFRIC) – INT 17	Distributions of non-cash assets to owners <sup>1</sup>
HK(IFRIC) – INT 18	Transfers of assets from customers <sup>3</sup>
Various	Improvements to HKFRS <sup>4</sup>

Notes:

<sup>1</sup> Effective for annual periods beginning on or after 1 July 2009.

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2010.

<sup>3</sup> Effective for transfers on or after 1 July 2009.

<sup>4</sup> Generally effective for annual periods beginning on or after 1 January 2010 unless otherwise stated in the specific HKFRS.

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## 3 Revenue

	Six months ended 30 June	
	2009 HK\$ (Unaudited)	2008 HK\$ (Unaudited)
Interest income	6,393,079	517,401
Dividend income from listed securities	432,480	394,320
Gain on disposal of financial assets at fair value through profit or loss	2,497,284	13,593,285
Gain on disposal of available-for-sale investment	322,317	–
Other income	461,265	–
	<b>10,106,425</b>	14,505,006

In prior period, revenue included sales proceeds of held for trading investments. In current period, the Company has revised the presentation of revenue. The net gain on disposal of financial assets at fair value through profit or loss and available-for-sale investments are presented within revenue in the condensed income statement. These changes did not have any impact on the results of the Company in respect of the current or prior period. The comparative figures for the period of 2008 have been reclassified to conform with current period presentation.

No segment information is presented as the Company has only one business activity, namely investment holding, which is principally operating in Hong Kong and the PRC.

## 4 Administrative and other operating expenses

	Six months ended 30 June	
	2009 HK\$ (Unaudited)	2008 HK\$ (Unaudited)
Administrative and other operating expenses include the following:		
Auditors' remuneration	–	35,607
Minimum lease payments under operating lease in respect of land and buildings	480,000	–
Legal and professional fee	–	77,450
License fee	–	306,000
Listing fee	224,500	232,236
Employee benefit expense, including directors' remuneration		
– wages, salaries and others	931,831	382,687
– provision scheme contribution	27,155	12,259
	<b>958,986</b>	394,946

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## 5 Finance cost

	Six months ended 30 June	
	2009 HK\$ (Unaudited)	2008 HK\$ (Unaudited)
Imputed interest expenses from zero-coupon convertible bonds	<b>378,379</b>	1,142,456

## 6 Tax

No provision for Hong Kong profits tax has been made for the six months ended 30 June 2009 as the Company have available tax losses to offset against current period's estimated assessable profits.

No provision for Hong Kong profits tax has been made for the six months ended 30 June 2008 as the Company did not generate any assessable profits.

## 7 Earning/(loss) per share

### Basic

The calculation of basic earnings/(loss) per share is based on the profit attributable to equity holders of the Company of HK\$7,314,299 (2008: loss of HK\$27,290,736) and the weighted average number of approximately 5,169,206,000 (2008: 4,573,687,000) shares in issue during the period.

### Diluted

The calculation of diluted earnings per share attributable to equity holders of the Company for the six months ended 30 June 2009 is based on the following:

	Six months ended 30 June	
	2009 HK\$ (Unaudited)	2008 HK\$ (Unaudited)
<b>Earnings</b>		
Earnings/(loss) for the purpose of basic earnings/(loss) per share	<b>7,314,299</b>	(27,290,736)
Imputed interest expenses from zero-coupon convertible bonds	<b>378,379</b>	1,142,456
Earnings/(loss) for the purpose of diluted earnings/(loss) per share	<b>7,692,678</b>	(26,148,280)

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

	'000	'000
<b>Number of shares</b>		
Weighted average number of ordinary shares	<b>5,169,206</b>	4,573,687
Effect of dilutive potential ordinary shares		
– share options ( <i>note</i> )	<b>126,174</b>	N/A
– convertible bonds	<b>200,000</b>	N/A
– warrants ( <i>note</i> )	–	N/A
Weighted average number of ordinary shares for the purpose of diluted earnings per share	<b>5,495,380</b>	N/A

No diluted loss per share has been presented by the Company for the six months ended 30 June 2008 as the exercise of some of the share options and convertible bonds will give rise to an anti-dilutive effect.

*Note:* The other share options and warrants had no dilutive effect as the average market price of ordinary shares of the Company during the period did not exceed the exercise price of these share options and warrants.

## 8 Available-for-sale investments

	<b>30 June 2009 HK\$ (Unaudited)</b>	31 December 2008 HK\$ (Audited)
Unlisted equity securities, at carrying value	<b>68,624,725</b>	28,624,725
Listed equity securities, Hong Kong, at fair value	<b>54,636,900</b>	53,168,990
	<b>123,261,625</b>	81,793,715

## 9 Financial assets at fair value through profit or loss

	<b>30 June 2009 HK\$ (Unaudited)</b>	31 December 2008 HK\$ (Audited)
Foreign currency-linked notes	–	47,096,316

Terms of the foreign currency-linked notes outstanding as at 31 December 2008 are as follows:

Notional amount	USD6,400,000
Maturity	22 June 2009

The foreign currency-linked notes will be redeemed by cash only.

The foreign currency-linked notes are measured at fair value. Their fair values were determined based on the quoted prices provided by the financial institutions at the balance sheet date.

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## 10 Cash and cash equivalents

	<b>2009</b> <b>HK\$</b> <b>(Unaudited)</b>	2008 HK\$ (Audited)
Cash at banks	<b>97,511,059</b>	103,998,984
Cash on hand	<b>500</b>	500
Cash held in the securities account of securities companies	<b>14,938,390</b>	819,793
	<b>112,449,949</b>	104,819,277

## 11 Share capital

	Number of shares	HK\$
Ordinary shares of HK\$0.01 each ("Shares")		
Authorised:		
At 1 January 2009 and 30 June 2009	15,000,000,000	150,000,000
Issued and fully paid:		
At 1 January 2009	5,168,735,753	51,687,358
Issue of shares upon – exercise of share option	2,130,000	21,300
At 30 June 2009	5,170,865,753	51,708,658

During the period, part of the share options granted were exercised for 2,130,000 Shares at exercise price per share of HK\$0.05 which raised gross proceeds of HK\$106,500.



# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## 12 Zero-coupon convertible bonds

On 30 January 2008, the Company issued zero-coupon convertible bonds due on 29 January 2013 in the aggregate principal amount of HK\$50,000,000 with a conversion price of HK\$0.05 per Share (subject to adjustment) of the Company.

The fair values of the liability component and equity conversion component were determined upon the issuance of the convertible bonds.

The fair value of the liability component, included in non-current liabilities, was calculated based on the estimated discounted cash flow over the remaining contractual terms of the convertibles bonds and discounted using a market interest rate for an equivalent non-convertible bond. The discounted rate of the liabilities component of the convertible bonds was 8.85%. The residual amount, representing the value of equity conversion component, was included in shareholders' equity under "convertible bonds equity reserve".

The convertible bonds recognised in the statement of financial position were calculated as follows:

	<b>30 June 2009 HK\$ (Unaudited)</b>	31 December 2008 HK\$ (Audited)
Face value of convertible bonds	<b>50,000,000</b>	50,000,000
Equity component	<b>(17,278,904)</b>	(17,278,904)
Liability component at the date of issue	<b>32,721,096</b>	32,721,096
Converted into ordinary shares	<b>(26,836,965)</b>	(26,836,965)
Accumulated Interest expenses recognised	<b>1,571,614</b>	1,193,235
Liability component at balance sheet date	<b>7,455,745</b>	7,077,366

Interest on the bond is calculated on the effective yield basis by applying the effective interest rate for an equivalent non-convertible bond to the liability component of the convertible bonds.

Pursuant to the terms and conditions of the convertible bonds, so long as any bond remains outstanding, the Company will not create or permit to subsist any mortgage, charge, pledge, lien or other form of encumbrance or security interest upon the whole or any part of its undertaking, assets or revenues, present or future, to secure, guarantee or indemnify in respect of any present or future indebtedness of the Company other than loans from banks or licensed or registered financial institutions unless, at the same time or prior thereto, the Company's obligations under the bonds (a) are secured equally and rateably therewith or benefit from a guarantee or indemnity in substantially identical terms thereto, as the case may be or (b) have the benefit of such other security, guarantee, indemnity or other arrangement as the bondholders shall approve by an ordinary resolution.

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## 13 Share options

Under the share option scheme approved by the sole shareholder of the Company on 18 July 2002 (the "Scheme"), the board of directors of the Company may, at their discretion, invite any full-time employee, director (including non-executive director and independent non-executive director), any part time employee with weekly working hours of 15 hours and above of the Company or its subsidiaries, any advisor or consultant to the Company or to any of its subsidiaries and adviser, consultant, agent or business affiliates who has contributed to the Company to subscribe for shares in the Company.

Pursuant to the Scheme, the overall limit on the number of shares which may be issued upon exercise of all options granted and yet to be exercised under the Scheme and other share options schemes of the Company must not exceed 30% of the shares in issue from time to time. The total number of shares issued and to be issued upon exercise of the options granted and to be granted to (i) each eligible participant (including both exercised and outstanding options) and (ii) a substantial shareholder or an independent non-executive director of the Company, or any of their respective associates in any 12-month period up to the date of such grant must not exceed 1% or 0.1% respectively of the shares in issue at any time. Any further grant of options in excess of this limit is subject to the shareholders' approval of the Company in a general meeting with such participant(s) and his/her associate(s) abstaining from voting.

The offer of a grant of share options may be accepted within 7 days from the date of the offer, upon payment of a consideration of HK\$1.00 in total by the grantee. The exercise period of the share options granted is determinable by the directors, and commences on a specified date and ends on a date which is not later than 10 years from the date of the offer of the share options.

The exercise price of the share options is determinable by the directors of the Company, but may not be less than the highest of (a) the closing price of the shares as stated in the daily quotations sheets issued by the Stock Exchange on the date of grant; (b) the average closing price of the shares as stated in the daily quotations sheets issued by the Stock Exchange for the 5 business days immediately preceding the date of grant; and (c) the nominal value of a share on the date of grant.

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

Movements of the options granted under the Scheme during the six months ended 30 June 2009 and outstanding at 30 June 2009 were as follows:

Date of grant	Option period	Number of share options			Outstanding as at 30 June 2009	Exercise price per underlying share HK\$
		Outstanding as at 1 January 2009	Granted during the period	Exercised during the period		
29/1/2003	28/8/2003– 27/8/2013	119,243,183	–	–	119,243,183	0.0244
18/10/2007	18/10/2007– 15/10/2010	170,204,000	–	(2,130,000)	168,074,000	0.0500
14/1/2008	1/2/2008– 31/1/2011	145,000,000	–	–	145,000,000	0.2000
		<u>434,447,183</u>	<u>–</u>	<u>(2,130,000)</u>	<u>432,317,183</u>	

As at 30 June 2009, the number of shares issuable under the Scheme represented approximately 8% (31 December 2008: approximately 8%) of the Company's shares in issue as at that date.

## 14 Net assets value per share

The calculation of net asset value per share is based on the net asset value of the Company as at 30 June 2009 of HK\$273,333,234 (31 December 2008: HK\$251,541,843) and 5,170,865,753 (31 December 2008: 5,168,735,753) ordinary shares in issue at that date.

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## 15 Connected and related party transactions

	Six months ended 30 June	
	2009 HK\$ (Unaudited)	2008 HK\$ (Unaudited)
Investment management fee paid to China Everbright Securities (HK) Limited ( <i>note a</i> )	<b>150,000</b>	150,000
Brokerage commission and handling fee paid to China Everbright Securities (HK) Limited ( <i>note b</i> )	-	631,843
License deposit withheld by/paid to New Times Investment Management Limited ( <i>note c</i> )	-	102,000
License fee paid and payable to New Times Investment Management Limited ( <i>note c</i> )	-	306,000
Rental expense paid to New Era Group (China) Limited ( <i>note d</i> )	<b>480,000</b>	-
Rental deposit paid to New Era Group (China) Limited ( <i>note d</i> )	<b>160,000</b>	-
Zero-coupon convertible bonds due to Harvest Rise Investments Limited ( <i>note e</i> )	<b>7,455,745</b>	5,043,868

*Note:*

- (a) The Company has entered into an investment management agreement with China Everbright Securities (HK) Limited ("CES") for a period of three years commencing from 1 June 2003 in consideration of a payment of a fee calculated at 0.25% per annum of the net asset value of the Company as at the last dealing date on the Stock Exchange in each calendar month or such other valuation date as considered appropriate by the Board and payable on a monthly basis on a business date immediately after each valuation date. The agreement is renewed automatically for a period of three years upon expiry unless a written notice of termination by either party for not less than 3 months is served. In addition, CES is entitled to a bonus fee equivalent to 10% of the audited profit before tax of each financial year of the Company payable on the business date immediately after the publication of the Company's final audited result for the year. CES is regarded as a connected person of the Company for the purpose of the Listing Rules. Mr. Chan Cheong Yee, a director of the Company, is the authorised representative of CES. On 23 October 2007, a revision on the service charge to HK\$300,000 per annum by monthly payment of HK\$25,000 and the annual bonus was maximised to HK\$1,000,000 with effect from 1 January 2008 was proposed and accepted.

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

- (b) Brokerage commission rate is charged at the rate ranged from 0.25% to 1% of the value of the transactions. Handling fee is charged at HK\$100 per each IPO application.
- (c) The Company has entered into a license agreement with New Times Investment Management Limited (“NTIML”), a company of which a director of the Company, Mr. Xiang Xin is also a director (the “License Agreement”). Pursuant to the License Agreement, the Company was granted the right to occupy an office unit and to use the available furniture, equipment and general administrative services. In return, the Company shall pay a deposit of HK\$102,000 and a monthly license fee of HK\$51,000 to NTIML. The License Agreement commenced on 1 April 2004 and may terminate when 30 days notice is given by either party. The deposit was included in deposit and prepayment in the balance sheet. The License Agreement was terminated with effect from 1 September 2008.
- (d) The Company has entered into a tenancy agreement with New Era Group (China) Limited (“NEG”), a company which Mr. Xiang Xin is also a director (the “Tenancy Agreement”) for the occupancy of an office premises for a 3 years term commenced from 1 July 2008 with rent-free period from 1 July 2008 to 31 August 2008. Pursuant to the Tenancy Agreement, the Company shall pay a deposit of HK\$160,000 and a monthly rental of HK\$80,000 to NEG. The deposit was included in deposit and prepayment in the statement of financial position.
- (e) The Company has issued zero-coupon convertible bonds to Harvest Rise Investments Limited (“HRIL”), a substantial shareholder of the Company which is wholly owned by Mr. Xiang Xin with the aggregate principal of HK\$50,000,000 as detailed in note 12 to the condensed financial statements. Upon the issue of the zero-coupon convertible bonds, the Company granted 800,000,000 unlisted warrants to HRIL at nil monetary consideration.

## 16 Commitment

### (a) Operating lease

At the balance sheet date, the Company had commitments for future minimum lease payments under non-cancellable operating leases in respect of rented premises, which fall due as follows:

	<b>30 June 2009 HK\$ (Unaudited)</b>	30 June 2008 HK\$ (Unaudited)
Within one year	<b>960,000</b>	–
After one but within five years	<b>960,000</b>	–
	<b>1,920,000</b>	–

Operating lease payments represent rental payable by the Company for its office premises. Leases are negotiated for the term of three years.

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

- (b) On 8 May 2009, the Company entered into a acquisition agreement with Guard Max Limited (“GML”), a company incorporated in the British Virgin Islands, pursuant to which the Company has conditionally agreed to purchase from GML 600 shares representing 60% of the issued share capital of Dooda Innovation Limited (“Dooda” and formerly known as Join Oriental Holdings Limited), with voting rights withdrawn, for an aggregate consideration of HK\$40 million to be satisfied by the issue of 800,000,000 consideration shares of the Company at an issue price of HK\$0.05 per share.

In addition, the Company entered into a subscription agreement with Dooda pursuant to which the Company has conditionally agreed to subscribe for 150 new shares of Dooda for a consideration of RMB10 million (or HK\$ equivalent) subject to the completion of the above acquisition agreement.

Dooda is an investment holding company incorporated in Hong Kong and is principally engaged in the research, design, production and sales of new civil and military dual-used LED lighting products that apply a new energy saving lighting technology, namely the LED backlight and lighting technology.

As at 30 June 2009, the above acquisition and subscription had not been completed which were subject to fulfilling those conditions precedent as stated in the acquisition agreement and subscription agreement.

- (c) On 8 May 2009, the Company entered into a acquisition agreement with China Seed International Limited (“CSIL”), a company incorporated in the British Virgin Islands, pursuant to which the Company has conditionally agreed to purchase from CSIL 310 shares representing 31% of the issued share capital of Topsun Creation Limited (“Topsun”), with voting rights withdrawn, for an aggregate consideration of HK\$20 million to be satisfied by the issue of 400,000,000 consideration shares of the Company at an issue price of HK\$0.05 per share.

In addition, the Company entered into a subscription agreement with Topsun pursuant to which the Company has conditionally agreed to subscribe for 250 new shares of Topsun for a consideration of RMB10 million (or HK\$ equivalent) subject to the completion of the above acquisition agreement.

Topsun is an investment holding company incorporated in Hong Kong and its principal businesses comprise the research and development, production and sales of new energy batteries with high capacities for civil- and military-use.

As at 30 June 2009, the above acquisition and subscription had not been completed which were subject to fulfilling those conditions precedent as stated in the acquisition agreement and subscription agreement.

## 17 Contingent liabilities

The Company did not have any material contingent liabilities at the balance sheet date.

## 18 Interim dividends

The directors do not recommend the payment of an interim dividend for the six months ended 30 June 2009 (2008: Nil).

# CORPORATE INFORMATION

## Directors

### Executive Directors

Mr. Xiang Xin (*Chairman and Chief Executive Officer*)  
Mr. Chan Cheong Yee  
Mr. Wong Chak Keung

### Non-Executive Director

Mr. Ng Kwong Chue Paul

### Independent Non-executive Directors

Mr. David Wang Xin  
Mr. Zang Hong Liang  
Mr. Lee Wing Hang

### Authorised Representatives

Mr. Xiang Xin  
Mr. Wong Chak Keung

### Audit Committee and Remuneration Committee

Mr. David Wang Xin (Chairman)  
Mr. Zang Hong Liang  
Mr. Lee Wing Hang

### Company Secretary

Mr. Wong Chak Keung

### Registered Office

Cricket Square  
Hutchins Drive, P.O.Box 2681  
Grand Cayman, KY1-1111  
Cayman Islands

### Principal Place of Business in Hong Kong

26/F, No. 9 Des Voeux Road West,  
Sheung Wan, Hong Kong

### Principal Share Registrar and Transfer Office

Butterfield Fund Services (Cayman) Limited  
Butterfield House, 68 Fort Street  
P.O. Box 705, George Town  
Grand Cayman KY1-1107  
Cayman Islands

### Hong Kong Branch Share Registrar and Transfer Office

Union Registrars Limited  
Rooms 1901-02, Fook Lee Commercial Centre,  
Town Place, 33 Lockhart Road  
Wanchai, Hong Kong

### Investment Manager

China Everbright Securities (HK) Ltd

### Auditors

Graham H.Y. Chan & Co.  
Certified Public Accountants (Practising)

### Principal Banker

Bank of China (Hong Kong) Limited  
Hang Seng Bank  
UBS AG

### Custodian

China Everbright Securities (HK) Ltd  
Hang Seng Bank  
UBS AG

### Stock Code

1217

### Website

[www.1217.com.hk](http://www.1217.com.hk)