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SUNLINK INTERNATIONAL HOLDINGS LIMITED

(Provisional Liquidators Appointed)

科浪國際控股有限公司 *

(已委任臨時清盤人)

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2336)

RESIGNATION OF EXECUTIVE DIRECTOR

The board of directors (the “**Board**”) of Sunlink International Holdings Limited (Provisional Liquidators Appointed) (the “**Company**”) announces that on 5 March 2010 Dr. Wong Shu Wing (“**Dr. Wong**”) tendered his resignation letter (the “**Resignation Letter**”) to the Company to resign as an executive director of the Company with effect from 1 March 2010.

In the Resignation Letter, Dr. Wong confirms that, save for the disagreement with the Board on the accounts of the Company for the year ended 31 December 2008 and the interim results of the Company for the six months ended 30 June 2009 (together the “**Draft Accounts**”), there are no matters that need to be brought to the attention of the shareholders and the creditors of the Company or The Stock Exchange of Hong Kong Limited in connection with his resignation. In addition, Dr. Wong also confirms that he has no claim and action against the Company in relation to the resignation from his office, save for director’s outstanding fees.

The Board believes that the disagreement between Dr. Wong and the Board relates to the accounting treatment concerning certain subsidiaries of the Company to which liquidators were appointed (the “**CVL Subsidiaries**”) as disclosed in the announcement of the Company dated 19 March 2009.

Since the appointment in December 2008, the provisional liquidators of the Company (the “**Provisional Liquidators**”) have used their best endeavors to locate the books and records of the Company and its subsidiaries (the “**Group**”). All of the directors of the Company (the “**Directors**”), except for Dr. Wong, and the accounting personnel of the Group had left prior to the appointment of the Provisional Liquidators, while the existing independent non-executive Directors were appointed in October 2009. The investigations by the Provisional Liquidators reveal that most of the books and records of the Group for the year ended 31 December 2008 have been lost. In the statement of affairs prepared by Dr. Wong, as at 24 December 2008, being the date of the appointment of the Provisional Liquidators, there has not mentioned the existence of assets pertaining to the CVL Subsidiaries, save for certain bank balances.

In view of the above, the Provisional Liquidators considered that it appropriate to deem the control over the CVL Subsidiaries having been lost since 1 July 2008. The Company, based on the available books and records, has prepared the financial statements for the year ended 31 December 2008 which were audited by the independent auditors of the Group. Assets, liabilities and cashflows of the CVL Subsidiaries were deconsolidated from the financial statements of the Group for the year ended 31 December 2008 (the “**Accounting Treatment**”). The Accounting Treatment resulted in the recognition of losses on deconsolidation of the CVL Subsidiaries and impairment of investment costs and amounts due from the CVL Subsidiaries.

However, at the Board meeting held on 26 February 2010 (the “**Board Meeting**”) to approve, *inter alia*, the annual results for the year ended 31 December 2008, Dr. Wong disagreed with the Board on the Accounting Treatment and he indicated that certain assets of the CVL Subsidiaries meant to be deconsolidated in the Draft Accounts still existed and would be recoverable. The independent non-executive Directors and the representatives of the Provisional Liquidators requested Dr. Wong to provide substantiation. Dr. Wong agreed to see if ex-staff involved can be contacted and to ascertain whether the books and records could be retrieved. Dr. Wong agreed to revert to the Provisional Liquidators on the same day regarding the time required to locate the relevant books and records. Accordingly, the Board Meeting was further adjourned to 25 March 2010, and such delay was announced by the Company on 26 February 2010.

On 26 February 2010, Dr. Wong via his solicitors indicated verbally to the Provisional Liquidators’ representative that he could not find ex-staff to cooperate in ascertaining the whereabouts of the books and records nor was he able to find the relevant persons previously involved and Dr. Wong resigned as an executive Director of the Company on the same date.

On 1 March 2010, the solicitors of the Company wrote to request Dr. Wong to provide the Company with all relevant books and records in his possession, power and/or custody, by 19 March 2010 (the “**Written Request**”), so that the Draft Accounts can be finalized and issued without further delay.

On 5 March 2010, the Provisional Liquidators received the Resignation Letter dated 1 March 2010.

On 12 March 2010, the Provisional Liquidators received a written response from Dr. Wong’s solicitors confirming that Dr. Wong does not have any relevant books and records in relation to the Group in his possession, power and/or custody.

Save for the above, the Board confirms that there are no other matters relating to Dr. Wong’s resignation that need to be brought to the attention of the shareholders of the Company.

Trading in the shares of the Company has been suspended at the request of the Company since 9:30 a.m. on 2 December 2008 and will remain suspended until further notice.

For and on behalf of
Sunlink International Holdings Limited
(Provisional Liquidators Appointed)
Stephen Liu Yiu Keung
David Yen Ching Wai
Joint and Several Provisional Liquidators
who act without personal liability

Hong Kong, 12 March 2010

As at the date of this announcement, the board of directors of the Company comprises three independent non-executive directors, namely Mr. Tso Shiu Kei, Vincent, Mr. Young Meng Cheung, Andrew and Mr. Poon Ka Lee, Barry.

* *For identification purpose only*