

ANNUAL REPORT 2006 年報



TIGER TECH

Stock Code 股份代號 : 8046

TIGER TECH HOLDINGS LIMITED
老虎科技(控股)有限公司

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重要事項

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創業板乃為帶有高投資風險的公司提供一個上市的市場，尤其在創業板上市的公司毋須備有過往溢利記錄，亦毋須預測未來溢利。此外，在創業板上市的公司可因其新興性質及該等公司經營業務的行業或國家而帶有風險。有意投資的人士應了解投資於該等公司的潛在風險，並應經過審慎周詳的考慮後方作出投資決定。創業板的較高風險及其他特色表示創業板較適合專業及其他經驗豐富的投資者。

由於創業板上市公司新興的性質使然，在創業板買賣的證券可能會較於聯交所主板買賣之證券承受較大的市場波動風險，同時無法保證在創業板買賣的證券會有高流通量的市場。

創業板所發佈資料的主要方法為在聯交所為創業板而設的互聯網網站刊登。上市公司毋須在憲報指定報章刊登付款公佈發放資料。因此，有意投資的人士應注意彼等須瀏覽創業板網站www.hkgem.com，以便取得創業板上市發行人的最新資料。

香港聯合交易所有限公司對本報告之內容概不負責，對其準確性或完整性亦無發表聲明，且表明不會就本報告全部或任何部份內容而產生或因倚賴該等內容而引致之任何損失承擔任何責任。

本報告乃遵照創業板證券上市規則(「創業板上市規則」)之規定提供有關老虎科技(控股)有限公司之資料。老虎科技(控股)有限公司各董事對本報告所載資料願共同及個別承擔全部責任。各董事在作出一切合理查詢後確認，就彼等所深知及確信，i.本報告所載資料在各主要方面均為準確及完整，且無誤導成份；ii.本報告並無遺漏其他事項致使本報告所載內容有所誤導；及iii.本報告所載一切意見已經審慎周詳考慮，並以公平及合理之基準與假設為基礎。

CONTENTS

目錄

CORPORATE INFORMATION	公司資料	2
FINANCIAL HIGHLIGHTS	財務摘要	5
STATEMENT FROM MANAGING DIRECTOR	董事總經理報告書	6
MANAGEMENT DISCUSSION AND ANALYSIS	管理層討論及分析	9
CORPORATE GOVERNANCE REPORT	企業管治報告	13
DIRECTORS AND SENIOR MANAGEMENT	董事及高級管理層	19
REPORT OF THE DIRECTORS	董事會報告	22
REPORT OF THE AUDITORS	核數師報告	35
AUDITED FINANCIAL STATEMENTS	經審核財務報表	
Consolidated income statement	綜合損益表	37
Consolidated statement of changes in equity	綜合權益變動表	38
Consolidated balance sheet	綜合資產負債表	39
Balance sheet	資產負債表	40
Consolidated cash flow statement	綜合現金流量表	41
Notes to financial statements	財務報表附註	42
SUMMARY OF FINANCIAL INFORMATION	財務資料概要	84

CORPORATE INFORMATION

公司資料

BOARD OF DIRECTORS

EXECUTIVE DIRECTORS

Mr. Lee Hai Chu (*Chairman*)
 Mr. Tony Hoo
 Mr. Too Shu Wing
 Dr. Frederick William De Jacma Jr.

INDEPENDENT NON-EXECUTIVE DIRECTORS

Dr. Pak Wai, Martin
 Mr. Lam Nai Hung
 Mr. Yu Kam Sing, Raymond

QUALIFIED ACCOUNTANT AND COMPANY SECRETARY

Mr. Chiu Yu Choi *CPA, FCCA, ACS, ACIS B.A.(Hons)*

AUDIT COMMITTEE

Mr. Yu Kam Sing, Raymond (*Chairman*)
 Mr. Lam Nai Hung
 Dr. Pak Wai, Martin

COMPLIANCE OFFICER

Mr. Too Shu Wing

AUTHORISED REPRESENTATIVES

Mr. Tony Hoo
 Mr. Too Shu Wing

REGISTERED OFFICE

Clarendon House
 2 Church Street
 Hamilton HM11
 Bermuda

董事會

執行董事

李海柱先生 (*主席*)
 胡棟良先生
 陶樹榮先生
 Frederick William De Jacma醫生

獨立非執行董事

白威醫生
 林乃雄先生
 余錦勝先生

合資格會計師及公司秘書

趙汝才先生 *CPA, FCCA, ACS, ACIS, B.A.(Hons)*

審核委員會

余錦勝先生 (*主席*)
 林乃雄先生
 白威醫生

法規主任

陶樹榮先生

授權代表

胡棟良先生
 陶樹榮先生

註冊辦事處

Clarendon House
 2 Church Street
 Hamilton HM11
 Bermuda

CORPORATE INFORMATION

公司資料

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

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289 Hennessy Road
Wanchai
Hong Kong

STOCK CODE

8046

COMPANY INTERNET HOMEPAGE

<http://www.tigertechcorp.com.hk>

PRINCIPAL BANKER

Bank of China

AUDITORS

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BERMUDA PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

The Bank of Bermuda Limited
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6 Front Street
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香港總辦事處暨主要營業地點

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軒尼詩道289號
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股份代號

8046

公司網頁

<http://www.tigertechcorp.com.hk>

主要往來銀行

中國銀行

核數師

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6 Front Street
Hamilton HM11
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CORPORATE INFORMATION

公司資料

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法律顧問

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FINANCIAL HIGHLIGHTS

財務摘要

		Year ended 30 June 2006 截至二零零六年 六月三十日 止年度 HK\$'000 千港元	Year ended 30 June 2005 截至二零零五年 六月三十日 止年度 HK\$'000 千港元
Turnover	營業額	8,037	7,659
Loss for the year and attributable to equity holders of the parent	母公司股權持有人於年內應佔虧損	(2,482)	(7,167)
Loss per share	每股虧損		
- Basic (HK cents)	- 基本 (港仙)	(0.53)	(1.54)
- Diluted	- 攤薄	N/A 不適用	N/A 不適用
Turnover by Business Segment:	按業務分類劃分之營業額：		
- Enterprise Thin Client Solutions	- 企業瘦客戶機解決方案	6,840	4,642
- Cable Network Thin Client Solutions	- 有線網絡瘦客戶機解決方案	1,197	3,017
		8,037	7,659
Turnover by Geographical Area:	按地區劃分之營業額：		
- Hong Kong	- 香港	1,068	2,225
- United Kingdom	- 英國	565	-
- United States	- 美國	1,980	500
- Singapore	- 星加坡	115	250
- People's Republic of China (the "PRC")	- 中華人民共和國 (「中國」)	3,683	3,520
- Macau	- 澳門	626	1,164
		8,037	7,659

STATEMENT FROM MANAGING DIRECTOR

董事總經理報告書

On behalf of the Board of Directors (the "Board") of Tiger Tech Holdings Limited, I am pleased to present the annual report of the Company for the financial year ended 30 June 2006.

FINANCIAL PERFORMANCE

For the financial year ended 30 June 2006, the Company and its subsidiaries (collectively the "Group") recorded a turnover and loss attributable to shareholders of approximately HK\$8.0 million and approximately HK\$2.5 million respectively while the Group recorded a turnover of approximately HK\$7.7 million and loss attributable to shareholders of approximately HK\$7.2 million in previous financial year.

Financial year 2006 was again a challenging year for the Company. The competition of IT industry remained fierce.

During the year under review, the Group has exercised stringent measures to reduce operating costs and has been conservative in selecting its products and customers so as to minimize requirement on cash flow. As a result, net loss attributable to shareholders was narrowed by HK\$4.7 million when compared between two financial years.

BUSINESS REVIEW AND FUTURE PROSPECTS

During the period under review, the Group continued to engage in the research, development, sales and implementation of Enterprise Thin Client Solutions, Customized Thin Client Application Solutions and Cable Network Thin Client Solutions. The Group provides its customers with thin client solutions by offering them one stop solution which included the design of the thin client network architecture, development and provision of operating and application software and hardware, system integration as well as consultation services. Understanding that customer base is important in the Group's overall revenue contribution, the Group has been expanding its customer base to various industries.

本人謹代表老虎科技(控股)有限公司董事會(「董事會」)欣然呈列本公司截至二零零六年六月三十日止財政年度之年報。

財務表現

於截至二零零六年六月三十日止財政年度，本公司及其附屬公司(統稱「本集團」)錄得的營業額及股東應佔虧損分別約8,000,000港元及2,500,000港元，而本集團上個財政年度錄得營業額約7,700,000港元及股東應佔虧損約7,200,000港元。

二零零六年財政年度對本公司而言仍是充滿挑戰的一年。資訊科技行業競爭仍然激烈。

於回顧年度內，本集團已實行嚴謹措施降低經營成本，以及審慎地選擇產品及客戶，務求將現金流量之需求減至最低。因此，當比較兩個財政年度時，股東應佔虧損收窄達4,700,000港元。

業務回顧及未來展望

於回顧期內，本集團繼續從事研究，開發，銷售及推行企業瘦客戶機解決方案，定製瘦客戶機應用程式解決方案及有線網絡瘦客戶機解決方案。本集團向客戶提供一站式瘦客戶機解決方案，其中包括為客戶提供瘦客戶機網絡架構設計，開發及提供操作及應用軟體及硬體，系統集成及顧問服務。本集團充分明白客戶基礎對總體收入的重要，並已擴闊至其它行業。

STATEMENT FROM MANAGING DIRECTOR

董事總經理報告書

The Group is responding actively to the needs arising from the biomedical sector. Their needs are diverse, innovative and the product manufacturers are mostly not IT related experts. Our development team is spending much time on writing up product specifications. Though the progress is not as fast as the group expected, the overall development is still on the proper track. The Group will keep close monitoring the progress to ensure that our solutions be delivered to this market as soon as possible. It will definitely give significant contribution to the Group's profit by then.

Though the Group is facing fierce competition in IT industry, the Group has successfully stepped in another big business sector which is the security systems. Our solution enhances the system performance and the Group is receiving encouraging feedbacks. It strengthens the Group's confidence in investing part of the Group's resource in developing this area. However, to assure the win-win situation, the Group decides to build up an extensive network with the aid of the business partners in this industry before putting up any significant investment on developing this market. The Group is working closely with the business partners through some trading business together with the tailor-made solutions.

The Group will keep improving its performance and reducing its business risk through actively extending its income base, either by seeking new business opportunities and forming strategic alliance with other partners or through merger and acquisition.

本集團正主動回應生物製藥方面的需求，這方面的需求是多元化，創新，而且製造商大部分都不是IT行業有關的專長人員，本集團的發展隊伍正安排大部分時間制訂產品規格，雖然進度沒有達到本集團的預期，但是總體發展仍符合標準。本集團將密切監督進度以保證在最短時間內把有關解決方案投放市場，從而為本集團帶來可觀的利潤。

本集團已經成功踏入保安系統工程－另一個龐大業務範疇以提高本集團的未來收入以減低IT行業的激烈競爭所帶來的負面沖擊。本集團所提供的解決方案提高保安系統的總體表現使本集團取得令人鼓舞的用戶反饋，並加強本集團對這方面的投資信心，然而為了保證達到雙贏局面，本集團在大量投資發展本市場以前，決定先取得這行業業務夥伴的協助，建立一個龐大的網絡，本集團正透過與業務夥伴的貿易和專門設計的解決方案進行緊密的合作行動計劃。

展望未來，本集團將積極尋找新商機，並透過與其他合作夥伴組成策略性聯盟或合併及收購，藉此加強本集團的收入來源及盈利能力，同時減低本集團的經營風險。

STATEMENT FROM MANAGING DIRECTOR

董事總經理報告書

APPRECIATION

On behalf of the Board, I would like to take this opportunity to thank supportive shareholders, business partners and dedicated staff for their efforts and contributions during the year. We will strive to overcome the current difficulties and bring fruitful returns to our shareholders in coming years.

Tony Hoo
Managing Director

26 September 2006

致謝

本人謹代表董事會向股東、業務夥伴及員工於這年內之鼎力支持、竭誠努力及貢獻致以衷心謝意。我們將竭力克服目前之困難，務求於未來數年為股東帶來豐碩回報。

董事總經理
胡棟良

二零零六年九月二十六日

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

FINANCIAL REVIEW

During the year under review, the Group recorded a turnover of approximately HK\$8.0 million, representing a increase of approximately 5% as compared to the previous year.

Comments on segmental information

(I) Enterprise Thin Client Solutions

The income derived from the provision of total thin client solution services was increased from approximately HK\$4.6 million for the financial year of 2005 to approximately HK\$6.8 million for the financial year of 2006, mainly due to the increase in sales of hardware and software products.

(II) Cable Network Thin Client Solutions

Turnover from Cable Network Thin Client Solutions for the year ended 30 June 2006 was approximately HK\$1.2 million, all were secured in the PRC, while the turnover recorded in last financial year was approximately HK\$3 million.

(III) Customised Thin Client Application Solutions

The Group recorded no income for the provision of customised thin client application solutions in this and the preceding financial year because there was no renewal of the licensing agreement obtained after the expiration of contract with the two financial data providers in March 2004, and no new customer was secured since then.

財務回顧

於回顧年內，本集團錄得營業額約8,000,000港元，較去年增加約5%。

分部資料之評論

(I) 企業瘦客戶機解決方案

由企業瘦客戶機解決方案所錄得之收入，由二零零五年財政年度約4,600,000港元上升至二零零六年財政年度約6,800,000港元，主要由於銷售硬件及軟件產品增加所致。

(II) 有線網絡瘦客戶機解決方案

截至二零零六年六月三十日止財政年度，有線網絡瘦客戶機解決方案之營業額約1,200,000港元，全部由國內業務取得，而上年財政年度所錄得之營業額約3,000,000港元。

(III) 定製瘦客戶機應用程式解決方案

本集團並未在定製瘦客戶機應用程式解決方案方面錄得收益，由於自從與兩名財經數據供應商之特許協議於二零零四年三月屆滿後，並未取得續約及至今仍未找到新的客戶。因此，於這兩年度內並沒有這方面的營業額。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

Changes in inventories

Changes in inventories represented the changes in closing balances of merchandise between two fiscal years.

Purchase of merchandise

Purchase of goods increased from approximately HK\$3.0 million for the financial year of 2005 to approximately HK\$4.3 million for the financial year of 2006, which was in line with increased in turnover.

Employee benefits expense

Employee benefits expense for the year under review was approximately HK\$1.2 million, while the amount was approximately HK\$3.6 million in the previous year, decreased by 66%. The decrease in employee benefits expense was mainly attributable to the payment of remuneration to one of the directors of the Group because of the additional duty taken by him, for being in charge of the business operation of the PRC subsidiary in the last financial year.

Depreciation and amortisation

Depreciation and amortisation charges were decreased by 99% from HK\$1.1 million in financial year of 2005 to HK\$14,000 in financial year of 2006. This decrease was mainly due to full depreciation has been made against some of the assets and disposal of fixed assets of the group. Hence, no further depreciation charge was provided for in this financial year.

Other operating expenses

Other operating expenses recorded in last financial year amounted to HK\$7.0 million. The Group has made a great effort on cost saving, such as reduction in marketing and research and development activities, other administrative and entertainment expenses, etc. As a result, other operating expenses for this financial year was reduced to HK\$4.8 million.

存貨變動

存貨變動指兩個財政年度期間之期末存貨變動。

貨品採購

貨品採購由二零零五年財政年度約3,000,000港元上升至二零零六年財政年度約4,300,000港元，升幅與營業額一致。

員工福利費用

於回顧年內，員工福利費用約1,200,000港元，而去年金額約3,600,000港元，減幅達66%。員工福利費用減少主要歸因於去年，本集團之其中一名董事需要承擔額外職務，去管理國內附屬公司業務運作而需支付的酬金。

折舊及攤銷

折舊及攤銷開支由二零零五年財政年度之1,100,000港元減少至二零零六年財政年度之14,000港元，減幅達99%。減少歸因於某些固定資產已完全折舊及固定資產之減少。故此，本年財政年度並沒有進一步計算折舊開支。

其他營運費用

去年財政年度所錄得之其他營運費用共7,000,000港元。本集團已大力加強成本控制，例如減少市場推廣及研究及開發活動，其他行政費及招待費等。結果，本財政年度之其他營運費用減至4,800,000港元。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

Overall, the Group's turnover increase and it has managed to reduce the loss attributable to shareholders of the Company from HK\$7.2 million in last financial year to HK\$2.5 million in this financial year.

LIQUIDITY AND FINANCIAL RESOURCES

The Group primarily relies on the internal resources and the net proceeds from placing of the Company's shares as sources of funding for its operations. As at 30 June 2006, the Group's cash and bank balances were approximately HK\$2.5 million (2005: HK\$4.3 million). The Group had no credit facilities and bank borrowing as at 30 June 2006. Net current assets of the Group was approximately HK\$4.8 million (2005: HK\$6.5 million). The Directors consider that the Group has sufficient financial resources to meet its liabilities and commitments.

CAPITAL STRUCTURE

As at 30 June 2006, the Company's outstanding issued shares were 465,000,000. There has not been any change to the capital structure of the Company during the reporting period.

GEARING RATIO

As at 30 June 2006, the gearing ratio of the Group based on total liabilities over total assets was 0.06 (2005: 0.31).

FOREIGN EXCHANGE EXPOSURE

During the year ended 30 June 2006, the majority of the Group's income and expenses was denominated in Hong Kong dollar and Renminbi while an insignificant portion of expenses was denominated in United States dollar. Up to 30 June 2006, the management of the Company is of the opinion that the Group has insignificant exposure to foreign exchange risk. As a result, the Group had not used any financial instruments for hedging against fluctuation in foreign exchange for the year ended 30 June 2006.

整體而言，本集團的營業額上升，並已設法令本公司股東應佔虧損由7,200,000港元減至本年財政年度的2,500,000港元。

流動資金及財務資源

本集團主要依賴內部資源及配售本公司股份所得款項淨額作為運作上之撥付資金。於二零零六年六月三十日，本集團之現金及銀行結存約為2,500,000港元（二零零五年：4,300,000港元）。本集團於二零零六年六月三十日並無任何信貸融資及銀行貸款。本集團的流動資產淨值約為4,800,000港元（二零零五年：6,500,000港元）。董事認為，本集團具有充足的財務資源，足以應付其債務及承擔。

資本結構

於二零零六年六月三十日，本公司已發行465,000,000股股份。本公司之資本結構於報告期間並無任何變動。

資本負債比率

於二零零六年六月三十日，本集團資產負債比率（按總負債除以總資產計算）為0.06（二零零五年：0.31）。

外匯風險

截至二零零六年六月三十日止年度內，本集團之大部份收入及開支均以港元及人民幣列值，而僅有一小部份開支以美元列值。直至二零零六年六月三十日，本公司管理層認為本集團所面對之外匯風險屬微不足道。因此，本集團於截至二零零六年六月三十日止年度並無運用任何財務工具以對沖外匯波動帶來之影響。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

However, following the recent acceleration of Renmibi against United States and Hong Kong dollars, the management has commenced considering the impacts and exposure on the Group's operations in the PRC.

CHARGES ON GROUP ASSETS

As at 30 June 2006, none of the Group's assets were pledged to secure any banking facilities.

CONTINGENT LIABILITIES

As at 30 June 2006, the Group had no significant contingent liabilities.

ACQUISITIONS, DISPOSALS AND SIGNIFICANT INVESTMENT

Neither the Company, nor any of its subsidiaries had any significant acquisitions, disposals and investment during the year.

FUTURE PLANS FOR INVESTMENTS OR CAPITAL ASSETS AND SOURCES OF FUNDING

As at 30 June 2006, the Group had no future plans for material investments or capital assets.

EMPLOYEE INFORMATION

As at 30 June 2006, the Group had 9 employees in Hong Kong and the PRC (2005: 13). The total employees' remuneration, including that of the Directors, amounted to approximately HK\$1.2 million (2005: HK\$3.6 million).

The Group continues to provide remuneration package to employees according to market practices, their experience and performance. Other benefits include contribution of statutory mandatory provident fund for the employees and medical scheme. There has no major change on staff remuneration policies during the year.

然而，隨著近期人民幣對美元及港元的升值，管理層已著手考慮其對本集團在中國業務上所帶來的影響及風險。

集團資產之抵押

於二零零六年六月三十日，本集團並無抵押本集團之任何資產，作為任何銀行貸款之擔保。

或然負債

於二零零六年六月三十日，本集團並無重大或然負債。

收購、出售及重大投資

本公司及其附屬公司於年內概無任何重大收購、出售及投資。

未來投資或資本資產計劃及資金來源

於二零零六年六月三十日，本集團並無重大投資或資本資產之未來計劃。

僱員資料

於二零零六年六月三十日，本集團在香港及中國聘有9名僱員(二零零五年：13)。僱員薪酬總額(包括董事薪酬)約達1,200,000港元(二零零五年：3,600,000港元)。

本集團繼續按市場慣例、僱員經驗及表現釐定僱員薪酬福利。其他福利包括為僱員繳交法定強制性公積金供款以及提供醫療計劃。年內僱員薪酬政策並無重大變動。

CORPORATE GOVERNANCE REPORT

企業管治報告

CORPORATE GOVERNANCE PRACTICE

The Board is committed to maintaining a high standard of corporate governance. The corporate governance principles of the Company emphasize a quality board, sound internal control, transparency and accountability to all shareholders.

The Board has reviewed the Company's corporate governance practices and is of the opinion that the Company has met the code provisions set out in the Code of Corporate Governance Practices (the "CG Code") contained in Appendix 15 of the Listing Rules except that the independent non executive Directors are not appointed for a specific term but are subject to retirement by rotation and re-election pursuant to the Company's articles of association (the "Articles").

SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by Directors on terms no less exacting than the required standard of dealing as set out in Rules 5.48 to 5.67 of the GEM Listing Rules throughout the year ended 30 June 2006. Having made specific enquiry of all Directors of the Company, the Company was not aware of any non-compliance with the required standard of dealings and its code of conduct regarding securities transactions by Directors of the Company.

企業管治常規

董事會致力維持優良的企業管治水平。本公司的企業管治原則著重高質素的董事會、健全的內部監控，以及對股東的透明度及問責性。

董事會已檢討本公司的企業管治常規，並認為本公司已符合上市規則附錄十五所載的企業管治常規守則（「常規」）的條文規定，惟下列除外：非執行董事的委任並無指定任期，而須根據本公司的組織章程細則（「細則」）輪值告退並膺選連任。

董事進行證券交易

截至二零零六年六月三十日止整個年度內，本公司已就董事進行證券交易採納一套操守守則，該守則的條款並不遜於創業板上市規則第5.48至第5.67條所規定的交易標準。本公司經向本公司全體董事作出具體查詢後，得悉並無任何違反所規定交易標準及本公司有關董事進行證券交易的操守守則的事宜。

CORPORATE GOVERNANCE REPORT

企業管治報告

BOARD OF DIRECTORS

The composition of the Board and the biographical details of the Directors are set out in the Report of the Directors (on pages 22 to 34) and the section headed "Board of Directors and Senior Management" (on page 19 to 21) of the Annual Report.

During the year ended 30 June 2006, the Board held eleven physical meetings and the attendance of the Directors is as follows:

董事會

董事會成員及董事的履歷詳情載於本年報的「董事會報告」(第22至34頁)及「董事及高級管理層」一節(第19至21頁)內。

截至二零零六年六月三十日止年度內，董事會舉行了十一次正式會議，各董事的出席記錄如下：

Name of Director 董事姓名	Number of Attendance in Person 親身出席次數	Percentage of Attendance 出席率
Mr. Lee Hai Chu (Chairman) 李海柱先生	0/11	0%
Mr. Tony Hoo 胡棟良先生	11/11	100%
Mr. Too Shu Wing (appointed on 1 January 2006) 陶樹榮先生(於二零零六年一月一日委任)	8/8	100%
Dr. Frederick William De Jacma Jr. (appointed on 1 January 2006) Frederick William De Jacma Jr.醫生(於二零零六年一月一日委任)	1/8	12.5%
Mr. Chow Kwok Keung (resigned on 3 January 2006) 周國強先生(於二零零六年一月三日辭任)	3/3	100%
Mr. Tang Tsz Hoo, Anthony (resigned on 14 November 2005) 鄧子豪先生(於二零零五年十一月十四日辭任)	0/1	0%
Mr. Yu Kam Sing, Raymond (appointed on 1 January 2006) 余錦勝先生(於二零零六年一月一日委任)	3/3	100%
Mr. Lam Nai Hung (appointed on 1 January 2006) 林乃雄先生(於二零零六年一月一日委任)	3/3	100%
Dr. Pak Wai, Martin (appointed on 10 March 2006) 白威醫生(於二零零六年三月十日委任)	2/2	100%
Mr. Kwok Ming Fai (resigned on 10 March 2006) 郭明輝先生(於二零零六年三月十日辭任)	2/3	67%
Mr. Lam Din Kan (resigned on 3 January 2006) 林典勤先生(於二零零六年一月三日辭任)	2/2	100%
Mr. Chai Chi Keung (resigned on 3 January 2006) 柴志強先生(於二零零六年一月三日辭任)	2/2	100%

CORPORATE GOVERNANCE REPORT

企業管治報告

The Board is responsible for the overall management of the Company in accordance with the Articles and is entitled to delegate its powers to any executive Director, committees of the Board and the management team. The Board is primarily responsible for approving and monitoring the Company's major corporate matters, the evaluation of the performance of the Company and oversight of the management.

The Company has received the annual confirmation of independence from all the independent non-executive Directors pursuant to Rule 5.09 of the GEM Listing Rules and considered them to be independent.

To the knowledge of the Directors, the Board members have no financial, business, family or other material/relevant relationships with each other.

CHAIRMAN AND CHIEF EXECUTIVE OFFICER

To ensure the compliance with the new CG code, the role of the Chairman and Chief Executive officer of the Company has segregated, the Chairman and Chief Executive Officer of the Company is Mr. Lee Hai Chu and Mr. Tony Hoo respectively.

The Chairman's and the Chief Executive Officer's responsibility is to manage the board and the Group's day-to-day business, respectively.

INDEPENDENT NON-EXECUTIVE DIRECTORS

None of the non-executive Directors of the Company is appointed for specific terms but are subject to the retirement by rotation provisions under the Articles. The Company considers that sufficient measures will be in place to ensure that the Company's corporate governance practices are no less exacting than the CG Code.

根據細則，董事會負責本公司的整體管理，並有權下放權力予任何執行董事、董事會委員會及管理層。董事會主要負責審批及監控本公司的重大企業事務、評估本公司表現及監督管理層。

本公司已根據創業板上市規則第5.09條接獲全體獨立非執行董事的年度獨立確認書。本公司認為各獨立非執行董事均屬獨立人士。

就董事所知，董事會成員彼此之間並無任何財務、業務、親屬或其他重大／相關關係。

主席及行政總裁

為確保符合新企業管治守則，本公司主席及行政總裁的職責已分離。目前，本公司主席及行政總裁分別由李海柱先生及胡棟良先生擔任。

主席及行政總裁之職責分別為管理董事會及本集團之日常業務。

獨立非執行董事

本公司所有獨立非執行董事的委任均並無指定任期，惟須遵守細則下的輪值告退條文。本公司認為已具備足夠措施，可確保本公司的企業管治常規不遜於守則的規定。

CORPORATE GOVERNANCE REPORT

企業管治報告

AUDIT COMMITTEE

The Board established an audit committee with written terms of reference in accordance with Rules 5.28 of the GEM Listing Rules. The audit committee comprises three members who are independent non-executives Directors, namely, Mr. Yu Kam Sing, Raymond, Mr. Lam Nai Hung and Dr. Pak Wai, Martin (with Mr. Yu Kam Sing, Raymond as the chairman thereof).

The principal duties of the audit committee are to review and supervise the financial reporting process and internal control procedures of the Company.

The audit committee met four times during the year ended 30 June 2006 and the attendance of the members is as follows:

Name of Director 成員姓名	Number of Attendance in Person 親身出席次數	Percentage of Attendance 出席率
Mr. Yu Kam Sing, Raymond (appointed on 1 January 2006) 余錦勝先生(於二零零六年一月一日委任)	3/3	100%
Mr. Lam Nai Hung (appointed on 1 January 2006) 林乃雄先生(於二零零六年一月一日委任)	3/3	100%
Dr. Pak Wai, Martin (appointed on 10 March 2006) 白威醫生(於二零零六年三月十日委任)	2/2	100%
Mr. Kwok Ming Fai (resigned on 10 March 2006) 郭明輝先生(於二零零六年三月十日辭任)	2/3	67%
Mr. Lam Din Kan (resigned on 3 January 2006) 林典勤先生(於二零零六年一月三日辭任)	2/2	100%
Mr. Chai Chi Keung (resigned on 3 January 2006) 柴志強先生(於二零零六年一月三日辭任)	2/2	100%

During the year ended 30 June 2006, the audit committee discharged its duties by reviewing the financial matters, quarterly, interim and annual financial reports and financial statements as well as audit matters of the Company, discussing with executive directors, management and the auditors of the Company, and making recommendations to the Board.

審核委員會

董事會已根據創業板上市規則第5.28條成立審核委員會，並以書面訂明其職權範圍。審核委員會由三位獨立非執行董事組成，即余錦勝先生、林乃雄先生及白威醫生，其中余錦勝先生獲委任為審核委員會主席。

審核委員會的主要職責為檢討及監督本公司的財務申報程序及內部監控制度。

截至二零零六年六月三十日止年度，審核委員會舉行了五次會議，各成員的出席記錄如下：

截至二零零六年六月三十日止年度內，審核委員會已履行其職責，包括審閱本公司的財務事宜、季度、中期及全年財務報告及財務報表，以及核數事宜；與本公司的執行董事、管理層及核數師進行商討；及向董事會作出建議。

CORPORATE GOVERNANCE REPORT

企業管治報告

The audited financial statements for the year ended 30 June 2006 have been reviewed by the audit committee.

Remuneration Committee

The Company established a remuneration committee on 12 April 2005. The committee comprises three independent non-executive Directors, namely, Mr. Yu Kam Sing, Raymond, Mr. Lam Nai Hung and Dr. Pak Wai. The principal responsibilities of the remuneration committee include the formulation of the Company's remuneration policy, the approval or recommendation of remuneration packages for the Directors and the senior management, and the review and approval of performance based remuneration by reference to corporate goals and objectives.

According to the terms of reference, the remuneration committee should meet twice a year. The remuneration committee held two meetings for the year ended 30 June 2006.

NOMINATION OF DIRECTORS

The Board has the power to appoint Director(s) pursuant to the Articles. During the year ended 30 June 2006, the Board appointed two executive directors and three independent non-executive directors.

AUDITOR'S REMUNERATION

The auditors provided tax computation services to the Group amounting to HK\$13,000 during the year ended 30 June 2006. The remuneration of the auditors for the provision of audit services during the year under review is HK\$280,000.

PREPARATION OF FINANCIAL STATEMENTS

The respective responsibilities of the Directors and the auditors for preparing financial statements of the Company are set out in the Report of the Auditors on page 35 to 36 of the Annual Report.

截至二零零六年六月三十日止年度的經審核財務報表已經審核委員會審閱。

薪酬委員會

本公司於二零零五年四月十二日成立薪酬委員會。委員會由三位獨立非執行董事余錦勝先生，林乃雄先生及白威醫生組成。薪酬委員會的主要職責包括制定本公司的薪酬政策、批准或建議董事及高級管理層的薪酬待遇，以及依據企業目標及宗旨審閱和批准與表現掛鈎的酬金。

根據職權及職責範圍，薪酬委員會應每年舉行兩次會議。截至二零零六年六月三十日止年度，薪酬委員會已舉行兩次會議。

董事提名

根據細則，董事會具備委任董事的權力。截至二零零六年六月三十日止年度內，董事會經介紹及參考彼等之資歷、專才及專業資格，以及創業板上市規則的規定後，已委任兩名執行董事及三名非執行董事。

核數師酬金

截至二零零六年六月三十日止年度內，核數師已向本集團提供非核數服務為13,000港元。核數師就於回顧年度內所提供的核數服務而獲得的酬金為280,000港元。

編製財務報表

董事及核數師各自就編製財務報表的責任載列於本年報第35至36頁的「核數師報告」內。

CORPORATE GOVERNANCE REPORT

企業管治報告

INTERNAL CONTROLS

The Board has overall responsibility for the system of internal controls of the Company and for reviewing its effectiveness. The Board is committed to implementing an effective and sound internal control system to safeguard the interests of shareholders and the Company's assets.

內部監控

董事會全權負責本公司的內部監控制度及檢討其成效。董事會致力實施有效及穩健的內部監控制度，務求保障股東利益及本公司資產。

DIRECTORS AND SENIOR MANAGEMENT

董事及高級管理層

EXECUTIVE DIRECTORS

Mr. Lee Hai Chu, aged 46, joined the Group as the Executive Director and Chairman of the Group on 31 December 2003. Mr. Lee has worked in various enterprises for over 20 years. He has solid and extensive experience in the management of Cable TV and Broadcasting companies and has strong business networking in the Cable TV and Broadcasting industries.

Mr. Tony Hoo, aged 40, is the Managing Director of the Company and a co-founder of the Group. Mr. Hoo is responsible for the overall management and planning business strategy of the Group. Mr. Hoo possesses extensive overseas working experience with four years in a New York based real estate development and construction project management firm named Lico Group Inc. as the Director of Operation in charge of the entire group operation logistics and gain valuable experience in operation logistics and computer information system, and two years in Hanning Properties Pty. in Sydney, as the Director of IT. Mr. Hoo was in charge of the whole process of the computerisation based on thin client technology.

Mr. Too Shu Wing, aged 48, joined the Group on 1 January, 2006 as a executive director and compliance officer. Mr. Too graduated from the Chinese University of Hong Kong with a bachelor degree in Science. Mr. Too had held various positions in Conti Chia Tai Group and acted as a general manager in its subsidiaries. He was the director of Hong Kong Living & Healthcare Limited and its subsidiaries responsible for R&D and the management information system.

執行董事

李海柱先生，46歲，於二零零三年十二月三十一日加入本集團，並成為本集團之執行董事及主席。李先生於不同企業工作超過二十年。李先生在管理有線電線及廣播公司方面擁有實質及豐富經驗，而在有線電線及廣播行業中亦擁有強大的業務脈絡。

胡棟良先生，40歲，本公司之董事總經理及本集團之聯席創辦人。胡先生負責本集團之總體管理及業務策略規劃。胡先生的海外工作經驗豐富，曾在紐約房地產發展及建築項目管理公司Lico Group Inc.任營運總監共四年，負責集團之全部物流運作並累積了物流作業及電腦資訊系統方面之寶貴經驗。胡先生亦曾擔任悉尼Hanning Properties Pty.之資訊科技主管共兩年。胡先生於該公司負責以瘦客戶機技術運作之電腦化全部過程。

陶樹榮先生，48歲，於二零零六年一月一日加入本集團為執行董事及監察主任。陶先生畢業於香港中文大學，持有理學士學位。陶先生曾於Conti Chia Tai集團擔任不同職位，並為其附屬公司之總經理。彼曾擔任Hong Kong Living & Healthcare Limited及其附屬公司之董事，負責研發及管理資訊系統。

DIRECTORS AND SENIOR MANAGEMENT

董事及高級管理層

Dr. Frederick William De Jacma Jr., aged 45, joined the company on 1 January, 2006. He graduated from Yale University with a degree in laser medicine. Dr. De Jacma has over 20 years of extensive experience in medical technology pertaining to laser systems, plastic surgery and dermatology devices. He owns a number of patents for lasers and MDA equipment for use in aesthetic and medical offices worldwide. He has specialized in FDA regulation. Dr. De Jacma has been a respected member of the International Society for Laser Surgery and Medicine since 1991. He was awarded Business Man of the Year 2004 by an Advisory Council to the President of The United States of America.

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Yu Kam Sing, Raymond, aged 47, joined the Company as an Independent Non-executive Director in January 2006. He has obtained a Master degree in Law at the City University of Hong Kong. Mr. Yu is a solicitor of the Supreme Court of Hong Kong and acts as a consultant to Messr. Chan & Leung, Solicitor. He is also a CPA of the Hong Kong Institute of Certified Public Accountants and the Australian Society of Certified Practising Accountants.

Mr. Lam Nai Hung, Aged 51, joined the Company as an Independent Non-executive Director in January 2006. He graduated from the Chinese University of Hong Kong with a bachelor degree in Science, majoring in Electronics. Mr. Lam is a general manager of Ademco Asia Pacific Limited in charge of the overall operation for distribution of Honeywell electronic security products in Asia. He is over 20 years of extensive marketing experience in electronic products.

Frederick William De Jacma Jr. 醫生，45歲，於二零零六年一月一日加入本集團。彼畢業於耶魯大學，持有雷射醫學士學位。De Jacma Jr. 醫生於雷射系統、整形外科及皮膚科裝置等相關之醫療科技方面積逾20年經驗。彼持有各項獲全球之美容及醫療中心採用之雷射及MDA設備之專利。彼亦專責食物及藥物管理局之規例。De Jacma 醫生自一九九一年起一直為International Society for Laser Surgery and Medicine 備受尊敬之會員。De Jacma 醫生曾榮獲美國總統顧問委員會 (Advisory Council to the President) 頒發 Business Man of the Year 2004。

獨立非執行董事

余錦勝先生，47歲，於二零零六年一月加入本集團為獨立非執行董事，持有香港城市大學法律碩士學位。余先生現為香港最高法院之律師，並擔任陳梁律師行之顧問。彼亦為香港會計師公會及澳洲公認會計師公會之執業會計師。

林乃雄先生，51歲，於二零零六年一月加入本集團為獨立非執行董事，畢業於香港中文大學，持有理學士學位，主修電子工程。林先生現為安定寶(亞洲)有限公司之總經理，負責亞洲區Honeywell電子安全產品之整體分銷業務。彼於電子產品之市場推廣方面積逾20年經驗。

DIRECTORS AND SENIOR MANAGEMENT

董事及高級管理層

Dr. Pak Wai Martin, aged 41, joined the Company as an Independent Non-executive Director in March 2006. He graduated from the Chinese University of Hong Kong with a bachelor degree in Medicine and Surgery. Dr. Pak is a specialist with extensive experience in ear, nose and throat surgery. He is Fellow of Royal College of Surgeons of Edinburgh, Hong Kong College of Otorhinolaryngologists, College of Surgeons of Hong Kong and Hong Kong Academy of Medicine. He is interested in research and education in the field of Otorhinolaryngology and currently appointed as adjunct assistant professor of surgery in the Chinese University of Hong Kong and reviewers of international journals. He also owns a number of patents for laryngeal equipment in various countries.

SENIOR MANAGEMENT

Mr. Chiu Yu Choi, aged 34, is the qualified accountant, the company secretary and being a Vice President of the Group, he is responsible for strategic planning and financial management of the Group. He holds a bachelor's honours degree in accountancy from the Hong Kong Polytechnic University. He is an associate member of the Hong Kong Institute of Certified Public Accountants, the Institute of Chartered Secretaries and Administrators, the Hong Kong Institute of Company Secretaries and a fellow member of ACCA. He joined the Group in March 2006 and has over 13 years of experience in the accounting field.

白威醫生，41歲，於二零零六年三月加入本集團為獨立非執行董事，畢業於香港中文大學，持有醫科學士學位。白醫生是耳鼻喉科醫生，具有豐富耳鼻喉科診治和手術的經驗。白醫生是英國愛丁堡皇家外科醫學院院士，香港耳鼻喉科醫學院院士香港外科醫學院院士及香港醫學專科學院院士。白醫生致力於耳鼻喉科的研究及教育，最近被香港中文大學任命為外科助理教授及國際文獻評審人。白醫生在不同國家擁有一系列喉科儀器的專利。

高級管理層

趙汝才先生，34歲，為合資格會計師兼公司秘書，亦是本集團之副總裁，負責本集團之策略規劃及財務管理，持香港理工大學會計榮譽學士學位。趙先生是香港會計師公會、英國特許秘書及行政人員公會、香港特許秘書公會之會員，並為特許公認會計師公會資深會員。趙先生於二零零六年三月加入本集團，於會計行業擁有超過十三年經驗。

REPORT OF THE DIRECTORS

董事會報告

The directors have pleasure in submitting their report and the audited financial statements of the Company and the Group for the year ended 30 June 2006.

PRINCIPAL ACTIVITIES

The principal activity of the Company is investment holding. The Group is principally engaged in the provision of Enterprise Thin Client Solutions and Cable Network Thin Client Solutions. Details of the principal activities of its subsidiaries are set out in note 18 to the financial statements.

There have been no changes in the nature of the Group's principal activities during the year.

RESULTS AND APPROPRIATIONS

The results of the Group for the year ended 30 June 2006 are set out in the consolidated income statement on page 37.

The directors do not recommend the payment of a dividend.

PROPERTY, PLANT AND EQUIPMENT

Details of movements in property, plant and equipment of the Group during the year are set out in note 14 to the financial statements.

SHARE CAPITAL

Details of the Company's share capital during the year are set out in note 24 to the financial statements.

RESERVES

Details of movements in the reserves of the Company and the Group during the year are set out in note 26 to the financial statements and in the consolidated statement of changes in equity on page 38 respectively.

董事欣然呈上彼等之報告及本公司及本集團截至二零零六年六月三十日止年度之經審核財務報表。

主要業務

本公司之主要業務為投資控股。本集團主要從事企業瘦客戶機解決方案及有線網絡瘦客戶機解決方案。有關附屬公司之主要業務詳情載於財務報表附註18。

本集團主要業務性質於年內並無改變。

業績及分配

本集團截至二零零六年六月三十日止年度之業績載於第37頁之綜合損益表。

董事建議不派發股息。

物業、廠房及設備

本集團於年內之物業、廠房及設備變動詳情載於財務報表附註14。

股本

本公司於年內之股本詳情載於財務報表附註24。

儲備

本公司及本集團於年內之儲備變動詳情分別載於財務報表附註26及載於第38頁之綜合權益變動表。

REPORT OF THE DIRECTORS

董事會報告

DISTRIBUTABLE RESERVES

At 30 June 2006, the Company did not have any reserves available for cash distribution and/or distribution in specie, as computed in accordance with the Companies Act 1981 of Bermuda (as amended). In addition, the Company's share premium account with a balance of HK\$36,850,000 as at 30 June 2006 may be distributed in the form of fully paid bonus shares.

DIRECTORS

The directors during the year and up to the date of this report were:

Executive directors

Mr. Lee Hai Chu (*Chairman*)
 Mr. Tony Hoo
 Mr. Too Shu Wing (*appointed on 1 January 2006*)
 Dr. Frederick William De Jacma Jr.
(appointed on 1 January 2006)
 Mr. Tang Tsz Hoo, Anthony
(resigned on 14 November 2005)
 Mr. Chow Kwok Keung (*resigned on 3 January 2006*)

Independent non-executive directors

Mr. Yu Kam Sing, Raymond (*appointed on 1 January 2006*)
 Mr. Lam Nai Hung (*appointed on 1 January 2006*)
 Dr. Pak Wai, Martin (*appointed on 10 March 2006*)
 Mr. Kwok Ming Fai (*resigned on 10 March 2006*)
 Mr. Lam Din Kan (*resigned on 3 January 2006*)
 Mr. Chai Chi Keung (*resigned on 3 January 2006*)

In accordance with Bye-law 87 of the Company's Bye-laws, Mr. Yu Kam Sing, Raymond and Mr. Lam Nai Hung will retire at the forthcoming annual general meeting and being eligible, will offer themselves for re-election.

可供分派儲備

於二零零六年六月三十日，本公司並無任何可作現金分派及／或可作實物分派之儲備（按照百慕達一九八一年公司法（經修訂）計算）。此外，本公司於二零零六年六月三十日之股份溢價賬結餘為36,850,000港元，可以繳足紅股形式分派。

董事

年內及截至本報告日期在任董事為：

執行董事

李海柱先生 (*主席*)
 胡棟良先生
 陶樹榮先生 (*於二零零六年一月一日委任*)
 Frederick William De Jacma Jr. 醫生
(於二零零六年一月一日委任)
 鄧子豪先生
(於二零零五年十一月十四日辭任)
 周國強先生 (*於二零零六年一月三日辭任*)

獨立非執行董事

余錦勝先生 (*於二零零六年一月一日委任*)
 林乃雄先生 (*於二零零六年一月一日委任*)
 白威醫生 (*於二零零六年三月十日委任*)
 郭明輝先生 (*於二零零六年三月十日辭任*)
 林典勤先生 (*於二零零六年一月三日辭任*)
 柴志強先生 (*於二零零六年一月三日辭任*)

根據本公司之細則第87條之規定，余錦勝先生及林乃雄先生將於應屆股東週年大會上退任，並將膺選連任。

REPORT OF THE DIRECTORS

董事會報告

The Company has received written confirmations from all independent non-executive directors pursuant to the GEM Listing Rule 5.09 and therefore considers all independent non-executive directors to be independent.

CHANGE OF AUDITORS

K.S. Liu & Company, CPA Limited was appointed as auditors of the Group with effect from this financial year after the resignation of Moores Rowland Marzars in July 2006.

DIRECTORS' AND SENIOR MANAGEMENT'S BIOGRAPHIES

Biographical details of the directors of the Company and the senior management of the Group are set out on pages 19 to 21.

DIRECTORS' SERVICE CONTRACTS

Mr. Tony Hoo, has entered into a director's service agreement dated 13 March 2003 with the Company under which he has been appointed to act as an executive director for an initial term of three years commencing on 13 March 2003. Mr. Lee Hai Chu has entered into director's service agreement dated 1 December 2003 with the Company under which he has been appointed to act as executive director for one year commencing on 31 December 2003 and shall continue thereafter for a term of one year. The remunerations and discretionary bonuses received by the executive directors are subject to annual increment at such rate as the Board in its absolute discretion provided that a director shall abstain from voting and not be counted in the quorum in respect of the resolution regarding the increase of his own salary or benefit.

本公司已收到全體獨立非執行董事根據創業板上市規則第5.09條作出之書面確認因而認為全體獨立非執行董事均為獨立。

核數師之變更

廖廣生會計師事務所有限公司於本年度起獲委任為本集團之核數師，接替於二零零六年七月辭任之摩斯倫.馬賽會計師事務所。

董事及高級管理層履歷

本公司董事及本集團高級管理層履歷詳情載於第19頁至21頁。

董事之服務合約

胡棟良先生與本公司於二零零三年三月十三日訂立一份董事服務協議，據此，彼獲委任為執行董事，由二零零三年三月十三日起初步為期三年。李海柱先生於二零零三年十二月一日與本公司簽訂董事服務合約，獲委任為執行董事，由二零零三年十二月三十一日起為期一年及續約一年。執行董事所收取之酬金及酌定花紅之每年增幅由董事會全權決定，惟董事就有關調升其本身之薪酬或福利之決議案須避席投票及不得被計入會議法定人數內。

REPORT OF THE DIRECTORS

董事會報告

The appointment of Mr. Too Shu Wing and Dr. Frederick De Jacma Jr. will take effect from January 2006 until the conclusion of the next annual general meeting of the Company. The Company has not entered into any service contract with them and there is no fixed term of service. They will be subject to retirement by rotation and will be eligible for re-election at future annual general meetings of the Company, in accordance with the provisions of the Articles of Association of the Company. The amount of directors' fees and other emoluments payable to them will be determined by the Board with reference to the performance of the Company, duties and responsibilities of the directors concerned and prevailing market conditions.

The appointment of Mr. Yu Kam Sing, Raymond, Mr Lam Nai Hung and Dr. Pak Wai, Martin. will take effect until the conclusion of the next annual general meeting of the Company. The Company has not entered into any service contract with them and there is no fixed term of service. They will be subject to retirement by rotation and will be eligible for re-election at future annual general meetings of the Company, in accordance with the provisions of the Articles of Association of the Company. The amount of directors' fees and other emoluments payable to them will be determined by the Board with reference to the performance of the Company, duties and responsibilities of the directors concerned and prevailing market conditions.

DIRECTORS' INTEREST IN CONTRACTS

No contracts of significance (as defined in Rule 18.25 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (the "GEM Listing Rules") to which the Company or its subsidiaries were a party and in which a director and substantial shareholder of the Company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

陶樹榮先生及Dr. Frederick De Jacma Jr. 醫生之任期將由二零零六年一月起生效，直至本公司下屆股東大會結束為止。本公司並無與彼等訂定任何服務合約，亦無固定服務年期。根據本公司組織章程細則之規定，彼等將於本公司日後之股東大會上輪值告退及膺選連任。彼等之董事袍金及其他酬金將由董事會參考本公司之表現，董事之職務及責任及現行市況後釐定。

余錦勝先生，林乃雄先生及白威醫生之任期將直至本公司下屆股東大會結束為止。本公司並無與彼等訂定任何服務合約，亦無固定服務年期。根據本公司組織章程細則之規定，彼等將於本公司日後之股東大會上輪值告退及膺選連任。彼等之董事袍金及其他酬金將由董事會參考本公司之表現，董事之職務及責任及現行市況後釐定。

董事之合約權益

本公司或其附屬公司概無訂立任何於年結日或年內任何時間存續而本公司董事及主要股東於其中直接或間接擁有重大權益之重大合約(定義見香港聯合交易所有限公司創業板證券上市規則(「創業板上市規則」)第18.25條)。

REPORT OF THE DIRECTORS

董事會報告

SHARE OPTION SCHEME

Details of the share option scheme are set out in note 25 to the financial statements.

SPONSOR'S INTERESTS

Subsequent to 16 April 2003 and immediately after completion of the placing of the shares of the Company, the Company's sponsor, CSC Asia Limited, its directors, employees or associates (as defined in Rules 6.36 and 18.63 of the GEM Listing Rules) did not have any interest in the shares of the Company, or any right to subscribe for or to nominate persons to subscribe for any share of the Company.

Pursuant to a sponsor's agreement dated 31 March 2003 entered into between the Company and CSC Asia Limited, CSC Asia Limited will receive a fee for acting as the Group's sponsor for the period from 16 April 2003 to 30 June 2005.

As at 30 June 2005, CSC Asia Limited ceased to be the sponsor of the Company upon expiration of the terms of contract entered between CSC Asia Limited and the Company. The Company has no sponsor since 1 July 2005.

購股權計劃

購股權計劃之詳情載於財務報表附註25。

保薦人權益

繼二零零三年四月十六日後及緊隨本公司股份配售完成後，本公司保薦人群益亞洲有限公司、其董事、僱員或聯繫人士(定義見聯交所創業板證券上市規則第6.36條及18.63條)概無於本公司股份擁有任何權益，或擁有任何可認購或提名他人認購本公司股份之權利。

根據本公司與群益亞洲有限公司於二零零三年三月三十一日訂立之保薦人協議，群益亞洲有限公司將會就二零零三年四月十六日至二零零五年六月三十日期間擔任本集團保薦人收取費用。

於二零零五年六月三十日，群益亞洲有限公司與本公司所訂合約屆滿後不再為本公司之保薦人。由二零零五年七月一日起，本公司並無任何保薦人。

REPORT OF THE DIRECTORS

董事會報告

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SHARES OR SHORT POSITION IN SHARES AND UNDERLYING SHARES

As at 30 June 2006, the interests of the directors or chief executives of the Company or their respective associates in shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which are required to be notified to the Company and The Stock Exchange of Hong Kong Limited ("Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO and required to be entered in the register maintained by the Company pursuant to section 352 of the SFO or which are required, pursuant to Rule 5.46 of the GEM Listing Rules relating to securities transactions by directors, to be notified to the Company and the Stock Exchange were as follows:

董事及主要行政人員於股份及相關股份之權益或短倉

於二零零六年六月三十日，本公司董事或主要行政人員或彼等各自之聯繫人士於本公司或其相聯法團(定義見證券及期貨條例(「證券及期貨條例」)第XV部)之股份、相關股份及債權證之權益而須根據證券及期貨條例第XV部第7及8分部知會本公司及聯交所者及須載入本公司根據證券及期貨條例第352條存置之登記冊，或根據創業板上市規則有關董事進行證券交易之第5.46條須通知本公司及聯交所者如下：

Director	Personal interest	Family interests	Corporate interests	Total interests	Total interests as % of the issued share capital
董事	個人權益	家族權益	公司權益	總權益	總權益佔已發行股本之百分比
Mr. Tony Hoo 胡棟良先生	4,000,000	–	186,832,000 (Note) (註)	190,832,000	41.04%

Notes:

These shares were held as to 42,832,000 shares by Bestmind Associates Limited ("Bestmind"), a company incorporated in the British Virgin Islands; as to 44,000,000 shares by Precision Assets Limited ("Precision"), a company incorporated in the British Virgin Islands; and as to 100,000,000 shares by Timepiece Associates Limited ("Timepiece"), a company incorporated in the British Virgin Islands. The entire issued share capital of each of Bestmind, Precision and Timepiece is directly wholly owned by Mr. Tony Hoo, who is also the sole director of each of these companies.

註:

該等股份中，42,832,000股乃由英屬處女群島註冊成立公司 Bestmind Associates Limited (「Bestmind」) 持有，44,000,000股由英屬處女群島註冊成立公司 Precision Assets Limited (「Precision」) 持有，100,000,000股由英屬處女群島註冊成立公司 Timepiece Associates Limited (「Timepiece」) 持有。Bestmind、Precision及Timepiece各自之全部已發行股本由胡棟良先生直接全資擁有，而其本人亦為此三家公司之唯一董事。

REPORT OF THE DIRECTORS

董事會報告

Save as disclosed above, as at 30 June 2006, none of the directors or chief executives or their respective associates had any personal, family, corporate or other interests or short position in the shares, underlying shares and debentures of the Company or any of its associated corporation as defined in Part XV of the SFO or which, pursuant to Rule 5.46 of the GEM Listing Rules, are required to be notified to the Company and the Stock Exchange.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Apart from as disclosed under the heading "Directors' and chief executives' interests in shares or short positions in shares and underlying shares" above, at no time during the year were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate granted to any director or their respective spouse or children under 18 years of age, or were any such rights exercised by them, or was the Company or any of its subsidiaries a party to any arrangement to enable the directors, their spouse or children under 18 years of age to acquire such rights in any other body corporate.

除上文披露外，於二零零六年六月三十日，概無董事、主要行政人員或彼等各自之聯繫人士於本公司或其任何相聯法團（定義見證券及期貨條例第XV部）之任何股份、相關股份及債權證中擁有任何個人、家族、公司或其他權益或短倉，或根據創業板上市規則第5.46條須通知本公司及聯交所者。

董事購買股份或債權證之權利

除上文「董事及主要行政人員於股份及相關股份之權益或短倉」項下所披露外，於年內概無授出任何可藉收購本公司或任何其他法人團體之股份或債權證獲利之權利予任何董事或彼等各自之配偶或十八歲以下子女，彼等亦無行使任何此等權利，而本公司或其任何附屬公司亦從未訂立任何安排，致使董事、彼等之配偶或十八歲以下子女可收購任何其他法人團體之上述權利。

REPORT OF THE DIRECTORS

董事會報告

INTEREST OR SHORT POSITION DISCLOSEABLE UNDER THE SFO AND SUBSTANTIAL SHAREHOLDERS

As at 30 June 2006, so far as was known to any directors or chief executives, the following interests of which would fall to be disclosed under Divisions 2 and 3 of Part XV of the SFO, or who were deemed to be directly or indirectly interested in 5% or more of the issued share capital of the Company, or which were recorded in register of interests required to be kept under Section 336 of the SFO or have otherwise notified to the Company were as follows:

Long position in shares of the Company

Name 名稱	Capacity 身份	Number of shares 股數	Percentage shareholding 股權百分比
Bestmind	Beneficial owner 實益擁有人	42,832,000 (Note) 42,832,000 (註)	9.21%
Precision	Beneficial owner 實益擁有人	44,000,000 (Note) 44,000,000 (註)	9.46%
Timepiece	Beneficial owner 實益擁有人	100,000,000 (Note) 100,000,000 (註)	21.51%

Note: Bestmind, Precision and Timepiece are companies incorporated in the British Virgin Islands with limited liability. The entire issued share capital of each of Bestmind, Precision and Timepiece is directly wholly owned by Mr. Tony Hoo, who is also the sole director of each of these companies.

根據證券及期貨條例須予披露之 權益或短倉及主要股東

於二零零六年六月三十日，就董事或主要行政人員所知，以下權益為須根據證券及期貨條例第XV部第2及3分部予以披露，或屬被視為直接或間接擁有5%或以上本公司已發行股本之人士，或記錄在根據證券及期貨條例第336條須存置之登記冊，或已以其他方式通知本公司者：

於本公司股份之長倉

註： Bestmind、Precision及Timepiece均為於英屬處女群島註冊成立之有限公司。Bestmind、Precision及Timepiece各自之全部已發行股本乃由胡棟良先生直接全資擁有，而其本人亦為各公司之唯一董事。

REPORT OF THE DIRECTORS

董事會報告

Saved as disclosed above, as at 30 June 2006 no person, other than the directors of the Company and chief executive of the Group, whose interests are set out in the section "Directors' and chief executives' interests in shares or short position in shares and underlying shares" above, had registered an interest or short position in the share capital, underlying shares and debentures of the Company that was required to be recorded pursuant to Section 336 of the SFO.

MAJOR CUSTOMERS AND SUPPLIERS

The information in respect of the Group's turnover and purchases attributable to the major customers and suppliers respectively during the year is as follows:

	Percentage of the Group's 佔本集團百分比	
	Turnover 營業額	Purchases 採購額
The largest customer 最大客戶	21.0%	—
Five largest customers in aggregate 五大客戶合計	56.1%	—
The largest supplier 最大供應商	—	26.0%
Five largest suppliers in aggregate 五大供應商合計	—	67.5%

None of the directors or any of their associates or any shareholders (which to the best knowledge of the directors, owns more than 5% of the Company's issued share capital) had any beneficial interest in the Group's five largest customers and suppliers respectively.

PRE-EMPTIVE RIGHTS

There is no provision for pre-emptive rights under the Company's Bye-Laws or the laws of Bermuda, which would oblige the Company to offer new shares on a pro-rata basis to existing shareholders.

除上文披露外，於二零零六年六月三十日概無任何人士（不包括其權益已載於上文「董事及主要行政人員於股份及相關股份之權益或短倉」一詳之本公司董事及本集團主要行政人員）於本公司股本、相關股份及債權證中擁有權益或短倉而須根據證券及期貨條例第336條予以記錄。

主要客戶及供應商

年內主要客戶及供應商分別應佔本公司營業額及採購額之資料如下：

概無董事或彼等之任何聯繫人士或就董事所知擁有本公司已發行股本5%以上之股東於本集團五大客戶及供應商中擁有任何實益權益。

優先購買權

本公司細則或百慕達法律並無有關優先購買權之條文，規定本公司須按比例向現股東呈發售新股。

REPORT OF THE DIRECTORS

董事會報告

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

During the year, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

BOARD PRACTICES AND PROCEDURES

Throughout the year, the Company was in compliance with the Board Practices and Procedures as set out in Rules 5.34 to 5.45 of the GEM Listing Rules, which applied before the amendment of the GEM Listing Rules relating to the Code on Corporate Governance Practices and Rules on Corporate Governance Report on 1 January 2005. The Company has prepared a Corporate Governance Report in accordance with Rule 18.44(2) of the GEM Listing Rules for the financial year ending 30 June 2006.

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

During the year ended 30 June 2006, the Company had adopted a code of conduct regarding securities transactions by Directors on terms no less exacting than the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules. The Company had also made specific enquiry with all Directors and the Company was not aware of any noncompliance with the required standard of dealings and its code of conduct regarding securities transactions by directors.

買賣或贖回本公司之上市證券

於年內，本公司或其任何附屬公司概無買賣或贖回本公司任何上市證券。

董事會應用守則及程序

本公司於本年內已遵守創業板上市規則（於二零零五年一月一日修訂創業板上市規則有關公司管治慣例守則及公司管治報告規則前適用）第5.34條及第5.45條所載「董事會常規及程序」的規定。本公司已根據創業板上市規則第18.44(2)條編製截至二零零六年六月三十日止財政年度的公司管治報告。

董事進行證券交易之標準守則

截至二零零六年六月三十日止年度，本公司已就董事進行證券交易訂立標準守則，其條款不低於創業板上市規則第5.48條至5.67條所載之交易規定標準。本公司亦已就全體董事作特別諮詢，本公司並不知悉任何董事並無遵守交易規定標準及董事進行證券交易之標準守則。

REPORT OF THE DIRECTORS

董事會報告

AUDIT COMMITTEE

The Group has established an Audit Committee with written terms of reference in compliance with Rules 5.28 to 5.29 of the GEM Listing Rules. The Audit Committee comprises three independent non-executive directors, namely Mr. Yu Kam Sing, Raymond, Mr. Lam Nai Hung and Dr. Pak Wai, Martin after the resignation of Mr. Kwok Ming Fai, Mr. Lam Din Kan and Mr. Chai Chi Keung in early 2006. The Audit Committee is chaired by Mr. Yu Kam Sing, Raymond. The duties of the Audit Committee include reviewing the Group's annual reports and accounts, half-year reports and quarterly reports and providing advice and comments thereon to the board of directors. The Audit Committee is also responsible for reviewing and supervising the financial reporting process and internal control system of the Group. During the year and up to the date of this report, the Audit Committee had held five meetings to review the 2005 annual report, the first quarterly report, the interim report, the third quarterly report and the 2006 annual report, and to discuss the operation, internal control and resumption proposal of the Group.

COMPETING INTERESTS

None of the directors or the management shareholders of the Company (as defined in the GEM Listing Rules) had an interest in a business, which competes or may compete with the business of the Group, or has any other conflict of interests with the Group.

審核委員會

本集團已遵照創業板上市規則第5.28至5.29條成立具明文職權範圍之審核委員會。審核委員會由余錦勝先生，林乃雄先生及白威醫生三位獨立非執行董事組成，接替於二零零六年初離任之郭明輝先生，林典勤先生及柴志強先生。審核委員會由余錦勝先生為主席。審核委員會之職責包括審閱本集團年報及賬目、半年報告及季度報告，並就此向董事會提供意見。審核委員會亦負責檢討及監督本集團之財務申報程序及內部控制系統。審核委員會於年內及截至本報告日曾舉行五次會議以審閱二零零五年年報、第一季季度報告、中期報告、第三季季度報告及二零零六年年報，及商討本集團之業務，內部控制及復牌建議。

競爭權益

概無本公司管理層股東(定義見創業板上市規則)於任何與本集團業務競爭或可能構成競爭之業務中擁有權益或任何與本集團有利益衝突之權益。

REPORT OF THE DIRECTORS

董事會報告

COURT CASE IN RELATION TO THE SUBSTANTIAL SHAREHOLDERS OF THE COMPANY

As announced in the announcement of the Company dated 8 June 2004, the Company received a letter from Fortuna Investments Limited ("Fortuna") in respect of its intention to make a voluntary offer to acquire all the issued shares of the Company at HK\$0.012 per share and the executive director and the substantial shareholder of the Company, Mr. Tony Hoo ("Mr. Hoo") has confirmed that he would not accept such offer.

On 9 June 2004, Mr. Hoo has confirmed to the Board that he has received a writ of summons issued from Fortuna in respect of his alleged breach of verbal contract to sell 237,150,000 shares in the Company, representing 51% of the total issued shares of the Company, at the price of HK\$0.012 per share to Fortuna. Fortuna sought for a declaration by the Court that Mr. Hoo shall sell his interest in the Company to Fortuna or claimed for damages for the alleged breach. Mr. Hoo has appointed a lawyer to defend such claim on his behalf. The application made by Fortuna to the Court for an injunction preventing Mr. Hoo from disposing of his interest in the Company to any third party was rejected by the Court according to the ruling dated 4 February 2005. In this case, as the interim injunction application has been dismissed, Fortuna's underlying claim for damages for alleged breach of contract or specific performance may proceed to trial in the usual way, unless both parties manage to reach an out of court settlement. Mr. Hoo has informed to the Company that the plaintiff so far has not pursued any further action. As a defendant, he is passive and therefore he is unable to provide any further information other than the above-mentioned status.

有關本公司主要股東之法庭案件

本公司於二零零四年六月八日曾發表公佈，本公司收到由Fortuna Investments Limited (「Fortuna」)發出之信件，有關計劃以每股0.012港元作出自願性全面收購本公司之已發行股份，而本公司執行董事及主要股東胡棟良先生(「胡先生」)已確認不會接受其建議。

於二零零四年六月九日，胡先生已予董事會確認曾收到由Fortuna發出之傳票，就有關胡先生曾口頭承諾出售237,150,000股本公司股份，佔本公司已發行股本51%，每股作價0.012港元予Fortuna悔約之指控。Fortuna尋求法庭作出聲明，要求胡先生出售其持有之權益予Fortuna或對違反協議所造成之損失作出賠償。胡先生已委任律師為此索償辯護。就有關Fortuna向法庭申請禁制令制止胡先生出售其持有本公司之權益予第三者，根據日期為二零零五年二月四日之規則，法庭已拒絕有關之申請。據此，暫時禁制令之申請已被駁回，除非雙方能作出安排以達到庭外和解，否則就有關違約之事宜，Fortuna可從正常途徑進行審訊而索償基本損失或要求強制履行。胡先生已知會本公司原告人一直未有採取進一步行動。作為被告，他是被動的，所以除了上述的情況外，就不能夠提供進一步資料。

REPORT OF THE DIRECTORS

董事會報告

Pursuant to a consent order entered into between Fortuna and Mr. Hoo dated 22 December 2005, a full and final settlement between Fortuna and Mr. Hoo has been reached. Upon the terms of the Consent Order having been completed on 25 January 2006, Fortuna's court proceedings against Mr. Hoo are dismissed, and Fortuna is refrained from making any claims against Mr. Hoo in relation to, arising out of, covered by and/or connected with the allegation. The settlement has not affected in any way Mr. Hoo's shareholdings in the Company, nor does it have any impact on the Company.

FIVE YEAR FINANCIAL SUMMARY

A summary of the results and the assets and liabilities of the Group for the past five financial years is set out on page 84.

AUDITORS

A resolution will be submitted to the annual general meeting of the Company to appoint, Messrs. K. S. Liu & Company, CPA Limited, Certified Public Accountants, as auditors of the Company.

On behalf of the Board

Tony Hoo
Managing Director
 Hong Kong

26 September 2006

根據Fortuna與胡先生於二零零五年十二月二十二日訂立之同意令，Fortuna與胡先生已達成完整而最終之和解。同意令之條款於二零零六年一月二十五日完成後，Fortuna針對胡先生提出之法院訴訟被撤銷，而Fortuna不得再就指控、指控產生、覆蓋及／或有關之事宜對胡先生提出任何索償。和解不會對胡先生於本公司之股權造成任何方面之影響，亦不會對本公司造成任何影響。

五年財務概要

本集團過往五個財政年度之業績及資產與負債概要載於第84頁。

核數師

本公司股東週年大會上將提呈聘廖廣生會計師事務所有限公司，香港執業會計師為本公司核數師之決議案。

代表董事會

董事總經理
胡棟良
 香港

二零零六年九月二十六日

REPORT OF THE AUDITORS

核數師報告



K.S. Liu & Company, CPA Limited
Certified Public Accountants
 廖廣生會計師事務所有限公司

Unit 1003, 10/F,
 Rightful Centre,
 12 Tak Hing Street,
 Tsim Sha Tsui,
 Kowloon,
 Hong Kong

To the members of

Tiger Tech Holdings Limited

(incorporated in Bermuda with limited liability)

致老虎科技(控股)有限公司
 (於百慕達註冊成立之有限公司)
 各股東

We have audited the financial statements on pages 37 to 83 which have been prepared in accordance with accounting principles generally accepted in Hong Kong.

本核數師已完成審核第37至83頁之財務報表，該等財務報表乃按照香港普遍採納之會計原則編製。

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

董事及核數師各自之責任

The Company's directors are responsible for the preparation of financial statements which give a true and fair view. In preparing financial statements which give a true and fair view it is fundamental that appropriate accounting policies are selected and applied consistently.

編製真實兼公平之財務報表乃 貴公司董事之責任。在編製該等真實兼公平之財務報表時，董事必須採用適當之會計政策，並且貫徹應用該等會計政策。

It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion solely to you, as a body, in accordance with Section 90 of the Companies Act 1981 of Bermuda (as amended) and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

本核數師之責任是根據審核之結果，對該等財務報表作出獨立意見，並僅向全體股東報告，根據百慕達公司法(一九八一)之第九十段(經修訂)，除此之外本報告並無其他目的。本核數師不會就本報告之內容向任何其他人士負責或承擔任何責任。

REPORT OF THE AUDITORS

核數師報告

BASIS OF OPINION

We conducted our audit in accordance with Statements of Auditing Standards issued by the Hong Kong Institute of Certified Public Accountants. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's and the Group's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material misstatement. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements. We believe that our audit provides a reasonable basis for our opinion.

OPINION

In our opinion the financial statements give a true and fair view of the state of affairs of the Company and of the Group as at 30 June 2006 and of the loss and cash flows of the Group for the year then ended and have been properly prepared in accordance with the disclosure requirements of the Hong Kong Companies Ordinance.

K.S. Liu & Company, CPA Limited

Certified Public Accountants
Hong Kong

Liu Kwong Sang

Director
FCPA (Practising) P1586

26 September 2006

意見之基礎

吾等是按照香港會計師公會頒佈之核數準則進行審核工作。審核範圍包括以抽查方式審核與財務報表所載數額及披露事項有關之憑證，亦包括評估董事於編製該等財務報表時所作之重大估計和判斷，所釐定之會計政策是否適合 貴公司及 貴集團之具體情況，及有否貫徹運用並足夠披露該等會計政策。

吾等在策劃和進行審核工作時，均以取得一切吾等認為必需之資料及解釋為目標，使吾等能獲得充份之憑證，就該等財務報表是否存有重要錯誤陳述，作出合理之確定。在作出意見時，吾等亦已衡量該等財務報表所載之資料在整體上是否足夠。吾等相信，吾等之審計工作已為下列意見建立了合理之基礎。

意見

吾等認為財務報表均真實與公平地反映 貴公司及 貴集團於二零零六年六月三十日之財政狀況及 貴集團截至該日止年度之虧損及現金流量，並已按照香港公司條例之披露規定適當地編製。

廖廣生會計師事務所有限公司

香港執業會計師
香港

廖廣生

董事
香港執業會計師(P1586)

二零零六年九月二十六日

CONSOLIDATED INCOME STATEMENT

綜合損益表

Year ended 30 June 2006 截至二零零六年六月三十日止年度

		Note	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
		附註		
Turnover	營業額	6	8,037	7,659
Other income	其他收入	7	154	41
Changes in inventories	存貨變動		(331)	(112)
Purchase of merchandise	貨品採購		(4,285)	(2,980)
Employee benefits expense	員工福利費用		(1,216)	(3,612)
Depreciation and amortisation	折舊及攤銷		(14)	(1,103)
Other operating expenses	其他營運費用		(4,827)	(7,060)
Finance costs	融資成本	8	-	-
Loss before taxation	除稅前虧損	8	(2,482)	(7,167)
Taxation	稅項	9	-	-
Loss for the year and attributable to equity holders of the parent	屬於母公司股權持有人於年內應佔虧損	11	(2,482)	(7,167)
Loss per share	每股虧損	12		
Basic (HK cents)	基本(港仙)		(0.53)	(1.54)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

綜合權益變動表

Year ended 30 June 2006 截至二零零六年六月三十日止年度

		Attributable to the equity holders of the parent 屬於母公司股權持有人				
		Issued capital 已發行股本 HK\$'000 千港元	Share premium 股份溢價 HK\$'000 千港元	Capital reserve 資本儲備 HK\$'000 千港元	Accumulated losses 累計虧損 HK\$'000 千港元	Total 總計 HK\$'000 千港元
At 1 July 2004	於二零零四年七月一日	4,650	36,850	(595)	(26,374)	14,531
Net loss for the year	年內虧損淨額	-	-	-	(7,167)	(7,167)
At 30 June 2005	於二零零五年六月三十日	4,650	36,850	(595)	(33,541)	7,364
At 1 July 2005	於二零零五年七月一日	4,650	36,850	(595)	(33,541)	7,364
Net loss for the year	年內虧損淨額	-	-	-	(2,482)	(2,482)
At 30 June 2006	於二零零六年六月三十日	4,650	36,850	(595)	(36,023)	4,882

CONSOLIDATED BALANCE SHEET

綜合資產負債表

At 30 June 2006 於二零零六年六月三十日

		Note 附註	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
ASSETS AND LIABILITIES	資產及負債			
Non-current assets	非流動資產			
Property, plant and equipment	物業、廠房及設備	14	68	881
Intangible assets	無形資產	15	-	-
Goodwill	商譽	16	-	-
Investment securities	證券投資	17	-	-
Interests in jointly controlled entities	於共同控制公司之權益	19	-	-
			68	881
Current assets	流動資產			
Inventories	存貨	20	-	331
Trade and other receivables	應收賬款及其他應收款項	21	2,653	5,228
Bank balances and cash	銀行結餘及現金	23	2,453	4,269
			5,106	9,828
Current liabilities	流動負債			
Trade and other payables	應付賬款及其他應付款項	22	292	3,345
Net current assets	流動資產淨值		4,814	6,483
NET ASSETS	資產淨值		4,882	7,364
CAPITAL AND RESERVES	資本及儲備			
Issued capital	已發行股本	24	4,650	4,650
Reserves	儲備		232	2,714
			4,882	7,364

Approved and authorised for issue by the Board of Directors on 26 September 2006.

於二零零六年九月二十六日經董事會批准及授權刊發。

Tony Hoo

胡棟良

Director

董事

Too Shu Wing

陶樹榮

Director

董事

BALANCE SHEET

資產負債表

At 30 June 2006 於二零零六年六月三十日

		Note 附註	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
ASSETS AND LIABILITIES	資產及負債			
Non-current assets	非流動資產			
Investment securities	證券投資	17	-	-
Interests in subsidiaries	於附屬公司之權益	18	-	-
Interests in jointly controlled entities	於共同控制公司之權益	19	-	-
			-	-
Current assets	流動資產			
Trade and other receivables	應收賬款及其他應收款項	21	-	4
Bank balances and cash	銀行結餘及現金		18	15
			18	19
Current liabilities	流動負債			
Trade and other payables	應付賬款及其他應付款項	22	140	801
Net current liabilities	流動負債淨值		(122)	(782)
NET LIABILITIES	負債淨值		(122)	(782)
CAPITAL AND RESERVES	資本及儲備			
Issued capital	已發行股本	24	4,650	4,650
Reserves	儲備	26	(4,772)	(5,432)
			(122)	(782)

Approved and authorised for issue by the Board of Directors on 26 September 2006.

於二零零六年九月二十六日經董事會批准及授權刊發。

Tony Hoo

胡棟良

Director

董事

Too Shu Wing

陶樹榮

Director

董事

CONSOLIDATED CASH FLOW STATEMENT

綜合現金流量表

Year ended 30 June 2006 截至二零零六年六月三十日止年度

			2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
		Note 附註		
OPERATING ACTIVITIES				
Cash used in operations	經營業務 經營所用現金	27	(1,780)	(4,933)
Hong Kong profits tax refund	退還香港利得稅		-	1,322
Net cash used in operating activities	營運活動所用現金淨額		(1,780)	(3,611)
INVESTING ACTIVITIES				
Purchase of property, plant and equipment	投資活動 購置物業、廠房及設備		(33)	(357)
Interest received	利息收入		(3)	(2)
Net cash used in investing activities	投資活動所用現金淨額		(36)	(359)
FINANCING ACTIVITIES				
Net cash from financing activities	融資活動所得現金淨額		-	-
Net decrease in cash and cash equivalents	現金及現金等價物之減少淨額		(1,816)	(3,970)
Cash and cash equivalents at beginning of year	於年初之現金及現金等價物		4,269	8,239
Cash and cash equivalents at end of year, represented by bank balances and cash	於結算日之現金及現金等價物，代表銀行結餘及現金	23	2,453	4,269

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

1. GROUP REORGANISATION AND BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Company was incorporated as an exempted company with limited liability in Bermuda on 9 September 2002 under the Companies Act 1981 of Bermuda (as amended). Pursuant to a group reorganisation (the "Group Reorganisation") to rationalise the group structure in connection with the listing of the Company's shares on the Growth Enterprise Market ("GEM") of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"), the Company became the ultimate holding company of the companies now comprising the Group. This was accomplished by acquiring the entire issued share capital of Cableplus Group Limited ("Cableplus"), the then holding company of the Group, in consideration for the allotment and issue of shares of the Company to the then shareholder of Cableplus on 13 March 2003 and the Company has become the ultimate holding company of the Group. Further details of the Group Reorganisation are set out in the Company's prospectus dated 31 March 2003 (the "Prospectus"). Pursuant to the placing arrangement (the "Placing"), details of which are set out in the Prospectus, 100,000,000 ordinary shares were issued. The shares of the Company were listed on the GEM of the Stock Exchange on 16 April 2003.

2. GOING CONCERN BASIS

The financial statements have been prepared in conformity with the principles applicable to a going concern. The applicability of these principles is dependent upon continued availability of adequate finance or attaining profitable operations in the future in view of recurring losses and negative cashflows from operations. Going concern basis is adopted because the directors consider the level of cash on hand is sufficient for operations.

1. 集團重組及財務報表之編製基準

本公司於二零零二年九月九日根據百慕達一九八一年公司法(經修訂),於百慕達註冊成立為受豁免有限公司。根據就本公司股份於香港聯合交易所有限公司(「聯交所」)創業板(「創業板」)上市而精簡本集團架構所進行之集團重組(「集團重組」),本公司成為現時組成本集團之公司之最終控股公司。此乃透過於二零零三年三月十三日收購Cableplus Group Limited(「Cableplus」),本集團當時之控股公司全部已發行股本而完成。為支付收購代價,本公司向Cableplus當時之股東配發及發行股份而本公司則成為本集團之最終控股公司。集團重組之進一步詳情載於本公司於二零零三年三月三十一日刊發之招股章程(「招股章程」)。根據配售安排(「配售」),詳情請參閱招股章程,本公司發行100,000,000股普通股。本公司股份於二零零三年四月十六日於聯交所創業板上市。

2. 持續經營基準

財務報表乃根據持續經營基準編製。其有效性須取決於持續可用的足夠融資或將來能達到之盈利(因目前營運出現虧損及負現金流量)。持續經營基準被採納,因為董事認為所存現金已足夠繼續經營。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

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

3.1 Basis of preparation

The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The consolidated financial statements have been prepared under the historical cost convention.

The preparation of financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements, are disclosed in Note 5.

The adoption of new/revised HKFRS

In the current year, the Group adopted the new/revised standards and interpretations of HKFRS below, which are relevant to its operations. The comparatives have been amended as required, in accordance with the relevant requirements.

3. 採納新訂及經修訂的香港財務報告準則

編製本綜合財務報表時應用的主要會計政策載於下文。除另有說明者外，該等政策已貫徹地於所有年度應用。

3.1 編製基準

本集團的綜合財務報表乃按香港會計師公會（「香港會計師公會」）頒佈之香港財務報告準則（「香港財務報告準則」）編製。綜合財務報表乃按歷史成本慣例編製。

根據香港財務報告準則編製財務報表須採用若干重大會計估算，管理層於應用本公司的會計政策時亦須作出判斷。綜合財務報表中須作出大量判斷或較為複雜的範疇，或須作出重大假設及估算的地方於附註5中作出披露。

採納新訂／經修訂香港財務報告準則

於本年度，本集團採納下列與其業務有關的新訂／經修訂香港財務報告準則的準則及詮釋。比較數字已按相關規定作出修訂（如需要）。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKAS 1
香港會計準則第1號
HKAS 7
香港會計準則第7號
HKAS 8

香港會計準則第8號
HKAS 10
香港會計準則第10號
HKAS 12
香港會計準則第12號
HKAS 14
香港會計準則第14號
HKAS 18
香港會計準則第18號
HKAS 19
香港會計準則第19號
HKAS 23
香港會計準則第23號
HKAS 24
香港會計準則第24號
HKAS 27
香港會計準則第27號
HKAS 33
香港會計準則第33號
HKAS 36
香港會計準則第36號
HKAS 38
香港會計準則第38號
HKFRS 2
香港財務報告準則第2號
HKFRS 3
香港財務報告準則第3號

Presentation of Financial Statements
財務報表的呈列
Cash Flow Statements
現金流量表
Accounting Policies, Changes in Accounting Estimates and Errors
會計政策、會計估算變動及誤差
Events after the Balance Sheet Date
結算日後事項
Income Taxes
所得稅
Segment Reporting
分類報告
Revenues
收益
Employee Benefits
僱員福利
Borrowing Costs
借貸成本
Related Party Disclosures
關連人士披露
Consolidated and Separate Financial Statements
綜合及獨立財務報表
Earnings per Share
每股盈利
Impairment of Assets
資產減值
Intangible Assets
無形資產
Share-based Payment
以股份付款
Business Combinations
業務合併

3. 採納新訂及經修訂的香港財務報告準則 (續)

The adoption of above HKASs has had no material impact on the accounting policies of the Group and the Company and the methods of computation in the Group's and the Company's financial statements.

採納上述香港會計準則對本集團及本公司的會計政策，以及本集團及本公司財務報表的計算方法並無重大影響。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

4. EFFECTS OF THE ADOPTION OF NEW ACCOUNTING POLICIES

The Group has not early applied the following new standards and interpretations that have been issued but are not yet effective. The Directors expect that the application of these standards or interpretations will not have any material impact on the financial statements of the Group.

HKAS 1 (Amendment)	Capital Disclosures ¹
香港會計準則第1號(經修訂)	資本披露 ¹
HKAS 19 (Amendment)	Actuarial Gains and Losses, Group Plans and Disclosures ²
香港會計準則第19號(經修訂)	精算損益、集團計劃及披露 ²
HKAS 39 (Amendment)	The Fair Value Option ²
香港會計準則第39號(經修訂)	公平值選擇權 ²
HKFRS 7	Financial Instruments: Disclosures ¹
香港財務報告準則第7號	金融工具：披露 ¹
HKFRS – Int 4	Determining whether an Arrangement contains a lease ²
香港財務報告準則 – 詮釋4	釐訂安排是否含有租約 ²

¹ Effective for annual periods beginning on or after 1 January 2007.

² Effective for annual periods beginning on or after 1 January 2006.

本集團並無提早採納下列已頒佈但未生效的新訂準則及詮釋。董事預期應用該等準則或詮釋將不會對本集團的財務報表構成任何重大影響。

¹ 於2007年1月1日或以後開展的年度期間生效。

² 於2006年1月1日或以後開展的年度期間生效。

5. PRINCIPAL ACCOUNTING POLICIES

Statement of compliance

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. These financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the GEM of the Stock Exchange.

5. 主要會計政策

遵例聲明

本財務報表乃根據香港會計師公會頒佈之香港財務報告準則，香港普遍採納之會計原則及香港公司條例之披露規定而編製。本財務報表亦符合聯交所創業板證券上市規則之適用披露規定。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Statement of compliance (Continued)

With effect from 1 July 2003, the Group has early adopted Hong Kong Accounting Standard ("HKAS") 1 "Presentation of Financial Statements" issued by the HKICPA. Under the HKAS1, all items of expense, including share issuing expense, recognised in a period shall be included in profit or loss unless another accounting standard or interpretation requires otherwise.

The Group does not expect other new HKFRS would have a significant impact on its result of operations and financial position.

A summary of the principal accounting policies adopted by the Group is set out below.

Basis of preparation

The measurement basis used in the preparation of the financial statements is historical cost.

Basis of consolidation

The consolidated financial statements have been prepared using the merger basis of accounting as a result of the Group Reorganisation. Under this basis, the Company has been treated as the holding company of its subsidiaries for the financial years presented rather than from the date of acquisition of the subsidiaries. Except for the Group Reorganisation as described above, the results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

In the opinion of the directors, the consolidated financial statements prepared on the above basis present more fairly the results and the state of affairs of the Group taken as a whole. All significant intercompany transactions and balances within the Group are eliminated on consolidation.

5. 主要會計政策 (續)

遵例聲明 (續)

由二零零三年七月一日起，本集團提前採納由香港會計師公會頒佈之會計準則「會計準則」第一號「提呈財務報表」。於會計準則第一號內，所有開支，包括發行股份開支，須要在發生期內在損益表內確認，除非其他會計準則或詮釋另有規定。

本集團預期新的香港財務報告準則對其經營業績及財務狀況並未造成重大影響。

本集團採納之主要會計政策概要載列如下。

編製基準

編製基準編製財務報表時所採用之計算基準為歷史成本。

綜合賬目基準

綜合財務報表乃因為集團重組而使用合併會計法編製。根據此基準，本公司被視作附屬公司之控股公司，自所呈報之財政年度起，而非自收購附屬公司之日期起。除上述之集團重組外，年內收購或出售之附屬公司業績乃由收購生效日期起或截至出售生效日期（如適用）止計入綜合損益表。

董事認為，按照上列基準編製之綜合財務報表更公允地呈列本集團整體業績及財政狀況。集團內部公司間之所有重大交易及結餘已於綜合賬目時抵銷。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Subsidiaries

A subsidiary is an enterprise, in which the Company, directly or indirectly, has the power to govern the financial and operating policies so as to obtain benefits from its activities. Investments in subsidiaries are stated at cost less accumulated impairment losses. The carrying amount of the investment is reduced to its recovered amount on individual basis.

Jointly controlled entity

A joint venture is a contractual arrangement whereby the Group or the Company and other parties undertake an economic activity which is subject to joint control and none of the participating parties has unilateral control over the economic activity.

Joint venture arrangements which involve the establishment of a separate entity in which each venture has an interest are referred to as jointly controlled entities.

The Group's interest in a jointly controlled entity is included in the consolidated balance sheet at the Group's share of the net assets of the jointly controlled entities less any identified impairment losses determined on an individual basis. The Group's share of the post-acquisition results of its jointly controlled entity is included in the consolidated income statement.

The Company's interest in a jointly controlled entity is stated at cost less accumulated impairment losses. Results of the jointly controlled entity are accounted for by the Company on the basis of dividends received and receivable.

5. 主要會計政策 (續)

附屬公司

附屬公司乃本公司直接或間接有權規管其財務及經營決策以從其業務得益之企業。於附屬公司之投資乃按成本減累計減值虧損列賬。有關投資之賬面值乃按個別投資之情況調低至可收回金額。

共同控制公司

合營企業為合約安排，據此，本集團或本公司與其他人士進行須共同控制之經濟活動，而參與各方對合營企業之經濟活動概無任何單方面控制。

涉及成立各合營方擁有權益之獨立公司之合營安排屬於共同控制公司。

本集團於共同控制公司之權益乃按本集團應佔共同控制公司之資產淨值減去各共同控制公司之已辨識減值虧損後計入綜合資產負債表。本集團應佔共同控制公司於收購後之業績乃計入綜合損益表。

本公司於共同控制公司之權益乃按成本減去共同控制公司之累計減值虧損後列賬。本公司應佔共同控制公司業績乃按已收及應收股息計算。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Goodwill

Positive goodwill arising on consolidation represents the excess of the cost of the acquisition over the Group's share of the fair value of the identifiable assets and liabilities acquired.

Positive goodwill is amortised to the consolidated income statement on a straight-line basis over its estimated useful life or twenty years, whichever is shorter. Positive goodwill is stated in the consolidated balance sheet at cost less any accumulated amortisation and any impairment losses.

Goodwill arising on the acquisition of subsidiaries is presented separately in the balance sheet.

Negative goodwill arising on consolidation represents the excess of the Group's share of the fair value of the identifiable assets and liabilities acquired over the cost of the acquisition.

To the extent that negative goodwill relates to an expectation of future losses and expenses that are identified in the plan of acquisition and can be measured reliably, but which have not yet been recognised, it is recognised in the consolidated income statement when the future losses and expenses are recognised. Any remaining negative goodwill, but not exceeding the fair values of the non-monetary assets acquired, is recognised in the consolidated income statement over the weighted average useful life of those non-monetary assets that are depreciable/amortisable. Negative goodwill in excess of the fair values of the non-monetary assets acquired is recognised immediately in the consolidated income statement.

5. 主要會計政策 (續)

商譽

綜合所產生之正商譽指收購成本超出本集團佔所收購可辨認資產及負債之公平價值之差額。

正商譽乃按預計可使用年期或二十年攤銷，以較短者為準，於綜合損益表以直線法攤銷。正商譽乃按成本減累計攤銷列賬於綜合資產負債表。

收購附屬公司產生之商譽另外呈列於綜合資產負債表。

負商譽指本集團應佔所購入淨資產之公平值高於購入成本之差額。

若負商譽是由於在收購計劃中預計會出現並可以可靠地計量之未來虧損或開支所致，但不屬於在收購日可識別之負債，則該部分之負商譽將於該等虧損或開支出現時在綜合損益表確認。而餘下並不超過所收購非貨幣性資產公平值之負商譽則按有關資產之餘下加權平均可使用年期在損益表確認；若該負商譽超出該等非貨幣性資產之公平價值，則超出部分立即在損益表確認。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Goodwill (Continued)

Negative goodwill arising on the acquisition of subsidiaries is presented separately in the balance sheet as a deduction from assets.

On disposal of a subsidiary, any attributable amount of purchased goodwill not previously amortised through the consolidated income statement is included in the calculation of the profit or loss on disposal.

In current year, the Group has applied HKFRS 3 "Business Combinations" which is effective for business combinations for which the agreement date is on or after 1st January, 2005. The principal effects of the application of HKFRS 3 to the Group are summarised below:

In previous years, goodwill arising on acquisitions prior to 1st April, 2001 was held in reserves, and goodwill arising on acquisitions after 1st April, 2001 was capitalised and amortised over its estimated useful life. In accordance with the relevant transitional provisions in HKFRS 3, amortisation of goodwill discontinued from 1st April, 2005 onwards and goodwill will be tested for impairment at least annually and in the financial year in which the acquisition takes place.

Goodwill arising on acquisitions after 1st April, 2005 is measured at cost less accumulated impairment losses (if any) after initial recognition. This change in accounting policy has had no effect on results of both current and prior period.

5. 主要會計政策 (續)

商譽 (續)

收購附屬公司產生之負商譽另外呈列於綜合資產負債表，由資產扣除。

出售附屬公司之盈虧包括未於綜合損益表所攤銷應計收購商譽餘額。

在本年度，本集團應用財務報告準則第3號「業務合併」，該準則對協議日期為二零零五年四月一日或之後之企業合併有效。應用財務報告準則第3號對本集團之主要影響概述如下：

於以往年度，於二零零一年四月一日以前收購所產生商譽作儲備入賬，而於二零零一年四月一日以後收購所產生之商譽將會資本化及按其估計可使用年期攤銷。根據財務報告準則第3號之有關過渡規定，本集團由二零零五年四月一日起不再將有關商譽攤銷，而商譽將最少於每年及於收購發生之財政年度作減值測試。

於二零零五年四月一日後因收購所產生之商譽於初步確認後按成本值減累計減值虧損(如有)計算。此項會計政策之改變，對本期間及上期間之業績並無影響。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Investment securities

Investment held on a continuing basis with an identified long term purpose are classified as investment securities, which are stated at cost less any provision for impairment losses that is expected to be other than temporary.

The carrying amount of individual investment securities, or holdings of the same securities are reviewed at each balance sheet date to assess whether the fair values have declined below the carrying amounts. When a decline other than temporary has occurred, the carrying amount of such investments will be reduced to its fair value. The impairment loss is recognised as an expense in the period in which the decline occurs.

The impairment loss is written back to income when the circumstances and events that led to the write-downs or write-offs cease to exist and there is persuasive evidence that the new circumstances and events will persist for the foreseeable future.

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Major costs incurred in restoring assets to their normal working conditions are charged to the income statement. Improvements are capitalised and depreciated over their expected useful lives.

5. 主要會計政策 (續)

證券投資

證券投資指明確為長期持續持有之投資，乃按成本值扣除減值虧損撥備（屬暫時性者除外）。

個別證券投資或持有相同之證券之賬面值在每年結算日均作出檢討，以評估其公平值是否已下跌至低於其賬面值。假如下跌並非短期性，則有關證券之賬面值須削減至其公平值。減值虧損在損益表中列作開支。

當引致撇減或撇銷之情況及事件不再存在，而有可信證據顯示新的情況和事件會於可預見將來持續，則將此項減值虧損撥回損益賬。

物業、廠房及設備

物業、廠房及設備乃按成本值減累計折舊及累計減值虧損列賬。

物業、廠房及設備項目之成本值包括其購買價及任何為使資產達至現時營運狀況及運抵營運地點作原定用途之任何直接應佔成本。將資產恢復至正常營運狀況所錄得之主要成本於損益表扣除。而改善費用則撥充資本並按有關資產之預期可使用年期予以折舊。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Property, plant and equipment (Continued)

The gain or loss arising from the retirement or disposal of property, plant and equipment is determined as the difference between the estimated net sales proceeds and the carrying amount of the assets and is recognised as income or expense in the income statement.

Depreciation is provided to write off the cost less accumulated impairment losses of property, plant and equipment over their estimated useful lives from the date on which they become fully operational and after taking into account their estimated residual values, using the straight-line method, at the following rates per annum:

Computer equipment	電腦設備	20%
Office equipment	辦公室設備	20%
Leasehold improvement	租賃物業裝修	over the lease term 按租約年期

Intangible assets

Research and development costs

Expenditure on research activities is recognised as an expense in the period in which it is incurred.

Costs incurred on development activities, which involve the application of research findings to a plan or design for the production of new or substantially improved products and processes, are capitalised if the product or process is technically and commercially feasible and the Group has sufficient resources to complete the development. Other development expenditure is recognised as an expense as incurred.

5. 主要會計政策 (續)

物業、廠房及設備 (續)

報廢或出售一項物業、廠房及設備之損益乃按估計出售所得淨款項與該資產之賬面值之差額釐定並於損益表確認為收入或支出。

物業、廠房及設備乃自其全面運作起之估計可使用年期，採用直線法按以下年率並計入估計尚餘價值後計提折舊，以撇銷成本值減累計減值虧損。

無形資產

研究及開發成本

研究活動之開支乃於產生期間確認為支出。

就開發活動所錄得之成本而言，倘若研究所得可應用於生產新的產品或顯著改進產品及程序之計劃或設計上，而有關產品或程序在技術及商業上是可行而本集團亦擁有充足資源完成開發，其產生之費用將予以資本化。其他開發開支在產生時確認為支出。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Intangible assets (Continued)

Computer software license rights

The initial cost of acquiring the computer software license rights is capitalised if it is probable that the future economic benefits that are attributable to the assets will flow to the Group and the cost can be measured reliably.

Computer software license rights are stated at cost less accumulated amortisation and accumulated impairment losses. Computer software license rights are amortised on the straight-line basis over their estimated useful lives but not exceeding 4 years.

Impairment loss

At each balance sheet date, the Group reviews internal and external sources of information to determine whether the carrying amounts of its assets have suffered an impairment loss or impairment loss previously recognised no longer exists or may be reduced. If any such indication exists, the recoverable amount of the asset is estimated based on the higher of its net selling price and value in use. Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the smallest group of assets that generates cash flows independently (i.e. a cash-generating unit).

If the recoverable amount of an asset or a cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount. Impairment losses are recognised as an expense immediately.

5. 主要會計政策 (續)

無形資產 (續)

電腦軟件特許使用權

購入電腦軟件特許使用權之最初成本只會在集團極有可能令資產取得未來經濟利益及能夠可靠地計算成本時才作資本化。

電腦軟件特許使用權按成本值減累計攤銷及累計減值虧損列賬。電腦軟件特許使用權之攤銷是根據其估計可使用年期，按直線法計算，但一般不超過四年。

減值虧損

於各個結算日，本集團均會參考內部及來自外界資料以評估其資產之賬面值，以釐定該等資產可有出現減值虧損，或先前計入之減值虧損是否不再存在或已經減少。倘出現減值跡象，則按該資產之淨售價或其使用價值（以較高者為準）之基準，估計其可回收金額。如未能估計個別資產之可回收金額，則本集團按最小資產組合（即產生現金之單元）所產生之獨立現金流量估算。

倘所估計之資產可收回金額或產生現金之單元低於其賬面值，資產賬面值或產生現金之單元將調低至可收回金額，減值虧損即時確認為支出。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Impairment loss (Continued)

A reversal of impairment losses is limited to the carrying amount of the asset or cash-generating unit that would have been determined had no impairment loss been recognised in prior years. Reversal of impairment losses is recognised as income immediately.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost, which comprises purchase costs and those overheads that have been incurred in bringing the inventories to their present location and condition, is calculated using the first-in, first-out method. Net realisable value represents the estimated selling price in the ordinary course of business less the estimated cost necessary to make the sale.

Trade and other receivables

Trade and other receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of trade and other receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of provision is recognized in the income statement.

5. 主要會計政策 (續)

減值虧損 (續)

減值虧損之撥回不得超過該項資產或產生現金之單元於過往年度並無確認減值虧損時原應釐定之賬面值。減值虧損撥回時乃即時確認為收入。

存貨

存貨乃按成本值與可變現淨值兩者中之較低者入賬。成本值按先進先出方法計算，包括購買成本及將存貨運抵現有位置及達致其現有狀況所產生之其他成本。可變現淨值乃在正常業務過程中之估計售價，減去為進行買賣估計之所需成本計算。

應收賬款及其他應收款項

貿易應收賬款及其他應收款項初步按公平值確認，其後按實際利息法計算之攤銷成本(減任何減值虧損撥備)計量。如有客觀證據顯示本集團將無法是據應收款項之原定年期收回全部到期款項，則會就貿易應收賬款及其他應收款項減值計提撥備。撥備金額為資產賬面值與採用實際利率折算之估計未來現金流量現值之差額。撥備金額於收益表確認。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Revenue recognition

Revenue is recognised when it is probable that the economic benefits will flow to the Group and when the revenue and costs, if applicable, can be measured reliably and on the following bases.

Service income is recognised in the period when services are rendered.

Sale of goods is recognised on transfer of risks and rewards of ownership, which generally coincides with time when goods are delivered to customers and title has passed.

Software license fee and royalty income are recognised on an accrual basis in accordance with the relevant terms of the license/royalty agreements.

Interest income from a financial asset is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

Foreign currencies

The Group maintains its accounting records in Hong Kong dollars and transactions involving foreign currencies are translated at the approximate rates of exchange ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated at the rates of exchange ruling at that date. Translation differences are included in the consolidated income statement.

5. 主要會計政策 (續)

收益確認

收益乃於本集團極可能取得經濟利益及能夠可靠地計算有關收益及成本時(如適用)根據以下基準確認。

服務收入於提供服務期間確認。

貨品銷售於所有權之風險及報酬移交時確認，這通常與貨品運抵買家及擁有權轉讓時間吻合。

軟件特許使用費／專利費乃根據特許使用協議／專利協議之有關條款按應計基準確認。

來自財務資產之利息收入乃按時間基準並參考尚餘本金及適用實際利率計算，該利率乃根據財務資產之預期可使用年期將估計日後現金收入實際貼現至該資產之淨賬面值。

外幣

本集團之會計記錄以港元入賬，凡涉足外幣之交易均按交易日適用概約匯率換算為港元。於結算日以外幣結算之貨幣資產及負債按當日之適用匯率再次換算為港元入賬。換算差額撥入綜合損益表內處理。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Taxation

The charge for current income tax is based on the results for the year as adjusted for items that are non-assessable or disallowed. It is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is provided using the liability method, on all temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements. The deferred tax liabilities or assets are measured at the tax rates that are expected to apply to the period when the asset is recovered or liability is settled, based on the tax rates and the tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, tax losses and credits can be utilised.

No deferred tax is provided for temporary differences arising from goodwill, the initial recognition of assets or liabilities in a transaction other than a business combination and that affecting neither accounting nor taxable profits, and investment in subsidiaries to the extent that they will probably not reverse in the foreseeable future.

5. 主要會計政策 (續)

稅項

現時利得稅乃根據年內業績經不可課稅或減免項目調整後而釐定。稅項乃是按當日生效或截至結算日一直生效之稅率計算。

遞延稅項根據負債法按資產及負債之稅基與其載於財務報表之面值兩者產生之一切暫時差異予以撥備。倘收回資產或清償負債時，遞延稅項負債或資產乃按有關期間估計生效稅率而計算，並根據已生效或截至結算日一直生效之稅率及稅務法例釐定。遞延稅項資產予以確認，惟以將來應課稅溢利抵銷可予動用之可減免暫時差異、稅務虧損及撥回之金額為限。

遞延稅項不會就商譽所產生之短暫差異而撥備，除非是業務合併交易中，最初確認之資產或負債，及並不影響會計及稅項盈利及附屬公司，而亦有可能在可預見未來不會撥回。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Operating leases

Leases where substantially all the rewards and risks of ownership of assets remain with the leasing company are accounted for as operating leases. Rental payable under operating leases are recognised as an expense on the straight-line basis over the lease terms. Lease incentives received are recognised in the income statement as an integral part of the net consideration agreed for the use of the leased asset.

Cash equivalents

For the purpose of cash flow statement, cash equivalents represent short-term highly liquid investments which are readily convertible into known amounts of cash and which are subject to an insignificant risk of change in value, net of bank overdrafts, if any.

Employee benefits

Defined contribution plans

The Group participates in a Mandatory Provident Fund scheme operated by approved trustees in Hong Kong and to make contributions for its eligible employees as required by the Mandatory Provident Fund Ordinance. The assets of the scheme are held separately from those of the Group in an independently administered fund. The obligations for contributions to defined contribution retirement scheme are recognised as an expense in the income statement as incurred. The contribution borne by the Group is calculated at 5% of the salaries and wages (monthly contribution is limited to 5% of HK\$20,000 for each eligible employee).

5. 主要會計政策 (續)

經營租約

由出租人繼續保持絕大部分所有權之報酬及風險之租約列作經營租約。根據經營租約應付之租金按直線法於租約期內確認為支出。收取之租金優惠在損益表內確認為使用租約資產所協定之淨代價之組成部分。

現金等價物

就現金流量表而言，現金等價物指短期高流通性投資，有關投資可隨時轉換為已知數額現金並扣除銀行透支（如有）及其價值變動風險不高。

員工福利

固定供款計劃

本集團已按強積金條例規定參與由香港核准託管人所設立之強積金計劃，並為合資格僱員供款。該計劃的資產與本集團之資產分開持有，存放在獨立管理之基金內。固定供款退休計劃之供款責任在產生時於損益表中以支出入賬。本集團負責之供款以薪金及工資之5%計算（每月供款上限為每名合資格員工之20,000港元薪金之5%）。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Employee benefits

Equity compensation benefits

The share option scheme allows the Group's employees to acquire shares of the Company. No compensation cost or obligation is recognised when the Group grants options to employees to acquire shares of the Company. When the options are exercised, equity is increased by the amount of the proceeds received.

Related parties

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decision. Parties are also considered to be related if they are subject to common control or common significant influence.

Segment reporting

A segment is a distinguishable component of the Group that is engaged either in providing products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

In accordance with the Group's internal financial reporting system, the Group has chosen business segment information as the primary reporting format and geographical segment information as the secondary reporting format for the purpose of these financial statements.

5. 主要會計政策 (續)

員工福利

股本報酬福利

本集團僱員可透過購股權計劃購入本公司之股份。當集團授出購股權予員工以認購本公司之股份時，本集團並不會確認報酬成本或責任。於購股權行使時，股本按所收到之款項金額上調。

有關連人士

倘其中一方有能力直接或間接控制另一方，或可對另一方之財務及經營決策行使重大影響力，則雙方會被視作有關連人士。倘該等人士受共同控制或共同重大影響，亦視為有關連人士。

分部報告

分部乃本集團提供產品或服務(業務分部)或於特定經濟環境提供產品或服務(地區分部)之可清楚分辨之部份，各分部之風險與回報不盡相同。

根據本集團之內部財務申報制度，本集團選擇以業務分部資料作為本財務報表之主要申報形式而地域分部資料為次要申報形式。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

5. PRINCIPAL ACCOUNTING POLICIES

(Continued)

Segment reporting (Continued)

Segment revenue, expenses, results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis to that segment. For example, segment assets may include inventories, trade receivables and property, plant and equipment. Segment revenue, expenses, assets, and liabilities are determined before intra-group balances and intra-group transactions are eliminated as part of the consolidation process, except to the extent that such intra-group balances and transactions are between group enterprises within a single segment.

Segment capital expenditure is the total cost incurred during the period to acquire segment assets (both tangible and intangible) that are expected to be used for more than one period.

Unallocated items mainly comprise financial and corporate assets, interest-bearing loans, borrowings, corporate and financing expenses and minority interests.

5. 主要會計政策 (續)

分部報告 (續)

分部收益、開支、業績、資產及負債包括直接歸屬及可合理分配入該分部之項目。舉例來說，分部資產可包括存貨、應收賬款及物業、廠房及設備。分部收益、開支、資產及負債乃於集團內分部間之結餘與交易作為綜合賬目之一環而對銷前釐定，惟倘有關集團內分部間之結餘與交易乃由同一分部內之集團旗下企業所進行者則作別論。

分部資本開支乃於本期間為收購預期將於超過一段期間使用之分部資產（有形及無形資產）而錄得之總成本。

未分配項目主要包括財務企業資產、付帶利息之貸款、借款、企業及融資支出及少數股東權益。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

6. TURNOVER AND REVENUE

The Company is an investment holding company. The Group is principally engaged in the provision of Enterprises Thin Client Solutions, Customised Thin Client Application Solutions and Cable Network Thin Client Solutions.

Turnover and revenue recognised by category are as follows:

6. 營業額及收入

本公司為投資控股公司，本集團之主要業務是提供企業瘦客戶機解決方案，定製瘦客戶機應用程式解決方案及有線網絡瘦客戶機解決方案。

營業額及收入分類確認如下：

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Turnover	營業額		
Service income	服務收入	3,517	2,365
Sales of goods	產品銷售	4,176	4,544
Royalty income	專利收入	344	750
		8,037	7,659

7. OTHER INCOME

Exchange gain 滙兌收益
Sundry income 雜項收入

7. 其他收入

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Exchange gain	滙兌收益	2	16
Sundry income	雜項收入	152	25
		154	41

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

8. LOSS BEFORE TAXATION

8. 除稅前虧損

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
This is stated after charging:			
此乃扣除下列各項後列賬：			
(a) Finance costs	(a) 融資成本		
Interest on bank overdrafts and other borrowings wholly repayable within five years	須於五年內全數償還之銀行透支及其他借款	-	-
(b) Other items	(b) 其他項目		
Cost of inventories	存貨成本	4,616	3,092
Auditors' remuneration:	核數師酬金：		
Current year	本年度	280	355
Underprovision in previous year	上年度撥備不足	75	-
Contributions to defined contribution plan (included in employee benefits expense)	定額供款計劃供款（已包括在員工福利費用）	26	57
Loss on disposal of property, plant and equipment	出售物業、廠房及設備虧損	832	-
Provision for doubtful debts	呆賬撥備	1,054	42
Research and development costs in respect of:	研究及開發成本：		
Hardware and design fee	硬件及設計費用	-	2,400
Operating lease charges on premises	物業之經營租賃費用	1,105	1,523

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

9. TAXATION

Hong Kong Profits Tax has not been provided as the Group incurred a loss for taxation purposes for the year.

PRC foreign enterprise income tax has not been provided as the PRC subsidiary incurred a loss for taxation purposes for the year.

9. 稅項

由於本集團於本年度錄得稅務虧損，故並無就香港利得稅撥備。

由於國內附屬公司於本年度錄得稅務虧損，故並無就中國外資企業所得稅撥備。

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Reconciliation of tax expense	稅項開支對賬		
Loss before tax	除稅前虧損	(2,482)	(7,167)
Income tax at applicable tax rate of 17.5% (2005: 17.5%)	按稅率17.5%計算之稅項 (二零零五年：17.5%)	(434)	(1,254)
Non-deductible expenses	不能扣除之開支	277	64
Tax exempt revenue	稅項豁免之收入	-	(20)
Unrecognised tax losses	未確認之稅項虧損	127	1,060
Unrecognised temporary differences	未確認之暫時 差異	(121)	288
Effect of overseas tax rates differences	海外稅率差異 之影響	-	(77)
Others	其他	151	(61)
Tax expense for the year	本年度稅項開支	-	-

The applicable tax rate is the Hong Kong profits tax rate of 17.5% (2005: 17.5%).

採用之稅率為香港利得稅17.5% (二零零五年：17.5%)。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

10. DIRECTORS' AND SENIOR EXECUTIVES' EMOLUMENTS

Directors' emoluments paid and payable to the directors of the Company are as follows:

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Fees	袍金		
Executive directors	執行董事	-	-
Independent non-executive directors	獨立非執行董事	163	316
Other emoluments	其他酬金		
Salaries and other benefits	薪金及其他福利	670	2,730
Contributions to retirement schemes	退休計劃供款	12	36
		845	3,082

The six (2005: four) executive directors of the Company, Mr. Tony Hoo, Mr. Too Shu Wing, Mr. Frederick William De Jacma Jr., Mr. Tang Tsz Hoo, Anthony, Mr. Chow Kwok Keung and Mr. Lee Hai Chu, received individual emoluments for the years ended 30 June 2006 of approximately HK\$550,000 (2005: HK\$2,262,000), HK\$Nil (2005: HK\$Nil), HK\$Nil (2005: HK\$Nil), HK\$Nil (2005: HK\$252,000), HK\$120,000 (2005: HK\$252,000) and HK\$ Nil (2005: HK\$Nil) respectively. The six (2005: three) independent non-executive directors, Mr. Yu Kam Sing, Raymond, Mr. Lam Nai Hung, Dr. Pak Wai, Martin, Mr. Kwok Ming Fai, Mr. Chai Chi Keung and Mr. Lam Din Kan, of the Company received directors' fees for the year ended 30 June 2006 of approximately HK\$Nil (2005: HK\$Nil), HK\$Nil (2005: HK\$Nil), HK\$67,000 (2005: HK\$122,000), HK\$48,000 (2005: HK\$72,000) and HK\$48,000 (2005: HK\$122,000) respectively.

10. 董事及高級行政人員酬金

已付及應付予本公司董事之董事酬金如下：

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Fees	袍金		
Executive directors	執行董事	-	-
Independent non-executive directors	獨立非執行董事	163	316
Other emoluments	其他酬金		
Salaries and other benefits	薪金及其他福利	670	2,730
Contributions to retirement schemes	退休計劃供款	12	36
		845	3,082

本公司六名(二零零五年：四名)執行董事胡棟良先生，陶樹榮先生，Frederick William De Jacma Jr.醫生，鄧子豪先生，周國強先生及李海柱先生，於截至二零零六年六月三十日止年度收取之個人酬金分別約為550,000港元(二零零五年：2,262,000港元)、無(二零零五年：無)、無(二零零五年：無)、無(二零零五年：252,000港元)、120,000港元(二零零五年：252,000港元)及無(二零零五年：無)。本公司六名(二零零五年：三名)獨立非執行董事余錦勝先生、林乃雄先生、白威醫生、郭明輝先生、柴志強先生及林典勤先生，於截至二零零五年六月三十日止年度收取之董事袍金分別約無(二零零五年：無)、無(二零零五年：無)、無(二零零五年：無)、67,000港元(二零零五年：122,000港元)、48,000港元(二零零五年：72,000)及48,000港元(二零零五年：122,000港元)。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

10. DIRECTORS' AND SENIOR EXECUTIVES' EMOLUMENTS (Continued)

A director, Mr. Lee Hai Chu waived emoluments for each of the two years ended 30 June 2006. No emoluments were paid to the directors as an inducement to join or upon joining the Group during each of the two years ended 30 June 2006.

The emoluments of the six (2005: six) individuals with highest emoluments in the Group for the year including five (2005: five) directors, Mr. Tony Hoo, Mr. Chai Chi Keung, Mr. Chow Kwok Keung, Mr. Kwok Ming Fai and Mr. Lam Din Kan, whose emoluments are set out above.

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Salaries, allowances and benefits in kind	薪金、津貼及實物利益	943	3,238
Contributions to retirement schemes	退休計劃供款	17	48
		960	3,286

The number of the highest-paid individual senior executives whose emoluments fell within the following band is as follows:

		2006 二零零六年	2005 二零零五年
Nil – HK\$1,000,000	零 – 1,000,000港元	1	1

No emoluments were paid to the six (2005: six) highest-paid individuals as an inducement to join or upon joining the Group during each of the two years ended 30 June 2006.

10. 董事及高級行政人員酬金 (續)

董事李海柱先生免收截至二零零六年六月三十日止兩年各年之酬金。本集團於截至二零零六年六月三十日止兩年各年概無向董事支付酬金，以吸引彼等加盟或作為加盟本集團後之獎勵。

本集團於本年度之六名最高薪人士（二零零五年：六），包括五名董事（二零零五年：五），胡棟良先生、柴志強先生、周國強先生、郭明輝先生及林典勤先生，而彼等之酬金詳情已於上文披露。

酬金介乎以下範圍之最高薪高級行政人士人數如下：

本集團於截至二零零六年六月三十日止兩年各年概無向六名最高薪人士（二零零五年：六）支付酬金，以吸引彼等加盟或作為加盟本集團後之獎勵。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

11. LOSS FOR THE YEAR AND ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT

The consolidated loss attributable to equity holders of the parent for the year includes a profit of approximately HK\$660,000 (2005: Loss of HK\$114,000) which has been dealt with in the financial statements of the Company.

12. LOSS PER SHARE

The calculation of basic loss per share is based on the consolidated loss attributable to the equity holders of the parent for the year of HK\$2,482,000 (2005: HK\$7,167,000) and weighted average number of 465,000,000 (2005: 465,000,000) ordinary shares in issue during the year.

No diluted loss per share has been presented as there were no potential ordinary shares.

13. SEGMENT INFORMATION

Segment information is presented in respect of the Group's business and geographical segments. Business segment information is chosen as the primary reporting format because this is more relevant to the Group's internal financial reporting.

11. 屬於母公司股權持有人於年內應佔虧損

本年度母公司股權持有人應佔綜合虧損包括已於本公司之財務報表內處理之盈餘約660,000港元(二零零五年：虧損114,000港元)。

12. 每股虧損

每股基本虧損是根據本年度之母公司股權持有人應佔綜合虧損2,482,000港元(二零零五年：7,167,000港元)及年內已發行股份之加權平均數465,000,000股(二零零五年：465,000,000股)計算。

因沒有任何潛在攤薄普通股，因此無呈列每股攤薄虧損。

13. 分部資料

本文所呈列之分部資料乃關於本集團之業務及地區分部。由於業務分部資料與本集團內部財務申報之關係更加密切，故被選為主要申報形式。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

13. SEGMENT INFORMATION (Continued)

Business segment

The Group comprises the following main business segments:

13. 分部資料 (續)

業務分部

本集團之主要業務分部劃分如下：

		Enterprise Thin Client Solutions 企業瘦客戶機解決方案		Cable Network Thin Client Solutions 有線網絡瘦客戶機解決方案		Group 本集團	
		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Revenue	收入						
Segment turnover from external customers	來自外來客戶之分部營業額	6,840	4,642	1,197	3,017	8,037	7,659
Segment results	分部業績	3,305	1,423	116	65	3,421	1,488
Unallocated income	未分配收入					154	41
Unallocated expenses	未分配開支					(6,057)	(8,696)
Loss from operations	營運虧損					(2,482)	(7,167)
Share of results of jointly controlled entities	應佔共同控制公司業績					-	-
Finance costs	融資成本					-	-
Loss before taxation	除稅前虧損					(2,482)	(7,167)
Taxation	稅項					-	-
Loss for the year and attributable to equity holders of the parent	屬於母公司股權持有人於年內應佔虧損					(2,482)	(7,167)
Assets	資產						
Segment assets	分部資產	2,194	3,922	1,234	1,289	3,428	5,211
Unallocated assets	未分配資產					1,746	5,498
Consolidated total assets	綜合總資產					5,174	10,709
Liabilities	負債						
Segment liabilities	分部負債	-	504	-	752	-	1,256
Unallocated liabilities	未分配負債					292	2,089
Consolidated total liabilities	綜合總負債					292	3,345
Other information	其他資料						
Unallocated capital expenditure	未分配資本開支					33	357
Depreciation and amortisation	折舊及攤銷	-	-	-	-	-	-
Unallocated depreciation and amortisation	未分配折舊及攤銷					14	1,103
						14	1,103

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

13. SEGMENT INFORMATION (Continued)

Geographical segment

In presenting information on the basis of geographical segment, segment revenue is based on the geographical location of customers. Segment assets and capital expenditure are based on the geographical location of the assets.

13. 分部資料 (續)

地域分部

按地域分部基準呈報資料時，分部收入乃按客戶所在地域劃分。分部資產及資本開支乃按資產所在地域劃分。

		Revenue from external customers 來自外來客戶收入		Segment assets 分部資產		Capital expenditure incurred during the year 於年內產生之資本開支	
		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Hong Kong	香港	1,068	2,225	2,927	4,634	33	-
Taiwan	台灣	565	-	-	-	-	-
USA	美國	1,980	500	-	-	-	-
Singapore	星加坡	115	250	-	-	-	-
PRC	中國	3,683	3,520	2,062	4,911	-	357
Macau	澳門	626	1,164	185	1,164	-	-
		8,037	7,659	5,174	10,709	33	357

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

14. PROPERTY, PLANT AND EQUIPMENT

14. 物業、廠房及設備

		Computer equipment 電腦設備 HK\$'000 千港元	Office equipment 辦公室設備 HK\$'000 千港元	Leasehold improvement 租賃物業裝修 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Cost	成本				
At 1 July 2005	於二零零五年七月一日	118	59	1,524	1,701
Additions	添置	33	-	-	33
Disposal	減少	-	-	(1,524)	(1,524)
At 30 June 2006	於二零零六年六月三十日	151	59	-	210
Accumulated depreciation	累計折舊				
At 1 July 2005	於二零零五年七月一日	99	29	692	820
Charge for the year	年度折舊	10	4	-	14
Written back on disposal	撥回減少	-	-	(692)	(692)
At 30 June 2006	於二零零六年六月三十日	109	33	-	142
Net book value	賬面淨值				
At 30 June 2006	於二零零六年六月三十日	42	26	-	68
At 30 June 2005	於二零零五年六月三十日	19	30	832	881

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

14. PROPERTY, PLANT AND EQUIPMENT

(Continued)

14. 物業、廠房及設備 (續)

		Computer equipment 電腦設備 HK\$'000 千港元	Office equipment 辦公室設備 HK\$'000 千港元	Leasehold improvement 租賃物業裝修 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Cost	成本				
At 1 July 2004	於二零零四年七月一日	2,426	26	1,200	3,652
Additions	添置	-	33	324	357
Transferred to inventory	轉移到存貨	(2,308)	-	-	(2,308)
At 30 June 2005	於二零零五年六月三十日	118	59	1,524	1,701
Accumulated depreciation	累計折舊				
At 1 July 2004	於二零零四年七月一日	1,464	21	-	1,485
Charge for the year	年度折舊	403	8	692	1,103
Transferred to inventory	轉移到存貨	(1,768)	-	-	(1,768)
At 30 June 2005	於二零零五年六月三十日	99	29	692	820
Net book value	賬面淨值				
At 30 June 2005	於二零零五年六月三十日	19	30	832	881
At 30 June 2004	於二零零四年六月三十日	962	5	1,200	2,167

The carrying amount of property, plant and equipment are subject to the review of impairment loss at the balance sheet date. The process of review of impairment loss as set out in the accounting policy above involves significant estimation of the assets' recoverable amounts by the directors, including the assets' value in use.

物業、廠房及設備的賬面價值在每年結算日均作出有關減值虧損的檢討。減值虧損的檢討程序已於上述的會計政策上載列，並涉及董事就資產的可回收數額的價值作出重大評估，包括資產的使用價值。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

15. INTANGIBLE ASSETS

15. 無形資產

		Software license rights 軟件特許使用權
		HK\$'000 千港元
At beginning of year and at balance sheet date	於年初及 於結算日	
Cost	成本	6,100
Accumulated amortisation and impairment losses	累計折舊及減值虧損	(6,100)
Closing carrying amount	年末之賬面值	—

During the year ended 30 June 2003, the Group acquired exclusive rights to use and to sub-license an interactive voice recognition system (the "System") specialised for use in securities trading in Hong Kong, the People's Republic of China (the "PRC") and Taiwan at a cost of HK\$6,100,000. The Group also entered into an agreement with a customer in Taiwan to sub-license the System for use in Taiwan. Sub-license fee of HK\$455,000 had been received up to 30 June 2003 and such fee was recognised as income for the year then ended. During the year, technical problems were identified and the Group has taken prompt steps to improve the System. Upon negotiation with the customer, further sub-license fee of HK\$600,000 had been mutually agreed and received during the current financial year as a final settlement for the outstanding contract sum. In preparing the financial statements for the year ended 30 June 2004, the directors have reviewed the future potential economic benefits to be generated from the System and consider that it is prudent to make provision against the carrying amount of the intangible assets.

本集團於二零零三年六月三十日的結算年度期間，以6,100,000港元購置一個可以專用於香港、中華人民共和國（「中國」）及台灣股票交易上的互動語音相認軟件系統（「系統」）的獨家及特許分銷使用權。本集團亦分銷可用於台灣使用的特許使用權予一名台灣顧客並簽訂合約。為數455,000港元的特許使用費已於二零零三年六月三十日前收到及已確認於結算年度之收入內。於年內，技術問題被確認，本集團亦立刻採取步驟以改善系統。與顧客協商後，額外為數600,000港元的特許使用費已被雙方贊成並在本財政年度內收到，作為合約餘額的最後決算。董事已就該系統於將來能產生的潛在經濟效益作出檢討，並審慎地就此無形資產的帳面值作出撥備。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

16. GOODWILL

16. 商譽

		Total 總計 HK\$'000 千港元
At beginning of year and at balance sheet date	於年初及 於結算日	
Cost	成本	1,407
Accumulated amortisation and impairment losses	累計折舊及減值虧損	(1,407)
Closing carrying amount	年末之賬面值	—

17. INVESTMENT SECURITIES

17. 證券投資

		The Group and the Company 本集團及本公司	
		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Unlisted shares, at cost	非上市股份，按成本	2,590	2,590
Less: Impairment loss	減：減值虧損	(2,590)	(2,590)
		—	—

At the balance sheet date, the Company held 10% interest in the ordinary share capital of Mediacute Technology Limited, a company incorporated in Hong Kong and is engaged in the development of Thai language input method for mobile phones.

於結算日，本公司持有 Mediacute Technology Limited 10% 的股權，一間於香港成立及從事研發手機泰文輸入法的公司。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

18. INTERESTS IN SUBSIDIARIES

18. 於附屬公司之權益

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Unlisted shares, at cost	非上市股份，按成本	1,400	1,400
Impairment loss	減：減值虧損	(1,400)	(1,400)
		-	-
Due from subsidiaries	應收附屬公司款項	21,813	21,813
Provision for doubtful debts	呆賬撥備	(21,813)	(21,813)
		-	-
		-	-

The amount due from subsidiaries are unsecured, interest-free and not expected to be realised in the next twelve months from the balance sheet date.

應收附屬公司款項為無抵押，免息及預期將不會於由結算日起計十二個月內套現之款項。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

18. INTERESTS IN SUBSIDIARIES (Continued)

Details of the principal subsidiaries at the balance sheet date are as follows:

Name of subsidiary 附屬公司名稱	Place of incorporation and operation 註冊成立及營運地點	Issued and paid up capital 已發行及繳足股本	Percentage of equity interest held by the Company 本公司所持股本權益之百分比		Principal activities 主要業務
			Direct 直接	Indirect 間接	
Cableplus Group Limited	British Virgin Islands/ Hong Kong 英屬處女群島/ 香港	10 ordinary shares of US\$1 each 10股每股面值1美元之普通股	100%	–	Investment holding 投資控股
Tiger Tech Corporation Limited 老虎科技有限公司	Hong Kong 香港	5,000 ordinary shares of HK\$1 each 5,000股每股面值1港元之普通股	–	100%	Provision of Enterprise Thin Client Solutions, Customised Thin Client Application Solutions and Cable Network Thin Client Solutions 提供企業瘦客戶機解決方案、定製瘦客戶機應用程式解決方案及有線網絡瘦客戶機解決方案
Tiger Tech Corporation (Beijing) Limited 老虎科技(北京)有限公司	PRC 中國	US\$200,000 200,000美元	–	100%	Provision of Cable Network Thin Client Solutions 提供有線網絡瘦客戶機解決方案

18. 於附屬公司之權益 (續)

本公司主要附屬公司於結算日之詳情如下：

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

19. INTERESTS IN JOINTLY CONTROLLED ENTITIES

19. 於共同控制公司之權益

		The Group 本集團		The Company 本公司	
		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Unlisted shares, at cost	非上市股份，按成本	-	-	195	195
Less: Impairment loss	減：減值虧損	-	-	(195)	(195)
Share of net assets	分佔資產淨額	-	-	-	-
Due from a jointly controlled entity	應收共同控制公司款項	37	37	-	-
Provision for doubtful debts	呆賬撥備	(37)	(37)	-	-
		-	-	-	-

Particulars of jointly controlled entities at the balance sheet date are as follows:

於結算日共同控制公司之詳情如下：

Name of jointly controlled entity	Form of business structure	Principal place of operation	Place of incorporation	Nature of business	Class of share	Proportion of nominal value of issued capital held by the Company 本公司持有之已發行股本
共同控制公司名稱	公司結構形式	主要營運地點	成立地點	業務性質	股份類別	
Al-Times International Limited 智能時代科技國際有限公司	Corporate 企業	Hong Kong 香港	Hong Kong 香港	Inactive 未有業務	Ordinary 普通	50%
Tiger Tech Mobile Limited	Corporate 企業	Hong Kong 香港	British Virgin Islands 英屬處女群島	Inactive 未有業務	Ordinary 普通	50%

20. INVENTORIES

20. 存貨

Inventories represent merchandise of computer hardware and accessories.

存貨代表電腦硬件及配件之商品。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

21. TRADE AND OTHER RECEIVABLES

21. 應收賬款及其他應收款項

		The Group 本集團		The Company 本公司	
		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Trade receivables	應收賬款				
From third parties	來自第三方	2,624	4,880	-	-
Other receivables	其他應收款項				
Deposits, prepayments and other debtors	按金、預付款項及 其他應收款項	29	348	-	4
		2,653	5,228	-	4

The Group has no specific credit policy. However, the Group normally allows one to six months repayment period to its customers. Aging analysis of trade receivables is as follows:

本集團並無特定賒賬條款，但本集團一般給予顧客一至六個月之還款期。應收賬款之賬齡分析如下：

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
0 – 30 days	零至三十日	871	2,213
31 – 90 days	三十一至九十日	-	1,303
91 – 180 days	九十一至一百八十日	700	1,364
Over 180 days	一百八十日以上	2,107	-
		3,678	4,880
Less: Provision for doubtful debt	減：呆賬撥備	(1,054)	-
		2,624	4,880

The carrying value of trade receivables of the Group amounted to HK\$2,624,000 (2005: HK\$4,880,000) are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts. Such allowances are estimated by the directors by reference to a number of factors such as past default experience, the relationship with customers and the actual settlement subsequent to the balance sheet date. The carrying amounts of trade receivables approximate to their fair values.

本集團應收賬款的賬面值總額為2,624,000港元（二零零五年：4,880,000港元），已為估計不可收回的數額作適當的扣減後列作集團的面值。扣減額由董事基於多個因素如過往不履行經驗，與顧客的關係和資產負債表結算日後的實際決算而作出估計。貿易應收賬款之賬面值約相等於其公平值。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

22. TRADE AND OTHER PAYABLES

22. 應付賬款及其他應付款項

		The Group 本集團		The Company 本公司	
		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Trade payables	應付賬款				
To third parties	付予第三方	-	1,063	-	-
Other payables	其他應付款項				
Accrued charges and other creditors	應計費用及 其他應付款項	292	2,282	140	801
		292	3,345	140	801

The aging of trade payables is ranging from 0 to 30 days.

應付賬款之賬齡由零至三十日。

23. CASH AND CASH EQUIVALENTS

23. 現金及現金等價物

		The Group 本集團		The Company 本公司	
		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Bank balance and cash	銀行存款及現金	2,453	4,269	18	15

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

24. ISSUED CAPITAL

Authorised:	法定：
Ordinary shares of HK\$0.01 each	面值0.01港元之普通股
Issued and fully paid:	已發行及繳足：
At beginning of year, at HK\$0.01 each	於年初，每股面值0.01港元
At balance sheet date	於結算日

24. 已發行股本

2006 二零零六年		2005 二零零五年	
Number of share 股份數目	HK\$'000 千港元	Number of share 股份數目	HK\$'000 千港元
10,000,000,000	100,000	10,000,000,000	100,000
465,000,000	4,650	465,000,000	4,650
465,000,000	4,650	465,000,000	4,650

25. SHARE OPTION SCHEME

Pursuant to the written resolutions of the sole shareholder of the Company dated 13 March 2003, the share option scheme ("Share Option Scheme") was approved and adopted.

Share Option Scheme

The major terms of the Share Option Scheme which will remain in force for 10 years from 13 March 2003 are summarised as follows:

- (a) The purpose of the Share Option Scheme is to enable the Group to grant options to selected participants, which include any person who is a full time or part time employee or director of the Group, a consultant or agent of or advisor to the Group, as incentives or rewards for their contributions to the Group.

25. 購股權計劃

根據於二零零三年三月十三日當時本公司唯一股東通過之書面決議案，購股權計劃（「購股權計劃」）已予批准及採納。

購股權計劃

購股權計劃條款自二零零三年三月十三日起為期十年，其概要如下：

- (a) 購股權計劃旨在令本集團可向指定參與者（包括本集團全職或兼職僱員或董事、本集團之顧問、代理或諮詢人等任何人士）授出購股權，作為彼等對本集團所作貢獻之獎勵或回報。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

25. SHARE OPTION SCHEME (Continued)

Share Option Scheme (Continued)

- (b) The total number of shares which may be issued upon exercise of all options to be granted under the Share Option Scheme and any other share option scheme(s) of the Company must not in aggregate exceed 10% of the shares in issue upon completion of the Placing, the capitalisation issue and the issue of shares which may fall to be issued pursuant to the exercise of the Over-allotment Option (details as set out in the Prospectus). The maximum number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option scheme(s) of the Company at any time shall not exceed 30% of the shares in issue from time to time.
- (c) The total number of shares issued and which may fall to be issued upon exercise of the options granted under the Share Option Scheme and any other share option scheme(s) of the Company (including exercised, cancelled and outstanding options) to each grantee in any 12-month period up to the date of grant shall not exceed 1% of the shares in issue at date of grant.

25. 購股權計劃 (續)

購股權計劃 (續)

- (b) 因行使根據購股權計劃或本公司任何其他購股權計劃將予授出之購股權而可能發行之股份總數，不得超過完成配售及資本化發行以及因行使超額配股權發行股份後已發行股份總數之10% (詳情載於招股章程)。行使根據購股權計劃及本公司於任何時間之任何其他購股權計劃已予授出而尚未行使之未行使購股權時可予發行之最高股數，不得超過不時已發行股份之30%。
- (c) 因行使已根據購股權計劃或本公司任何其他購股權計劃授予每位承授人之購股權 (包括已行使、已撤銷及尚未行使之購股權) 已予發行或可予發行之股份總數，於任何十二個月內至授出之日不得超過授出當日已發行股份之1%。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

25. SHARE OPTION SCHEME (Continued)

Share Option Scheme (Continued)

- (d) Any grant of options to a director, chief executive or substantial shareholder of the Company or any of its associates is required to be approved by the independent non-executive directors. In addition, if the Company proposes to grant options to a substantial shareholder of the Company or any independent non-executive director or their respective associates, in excess of 0.1% of the shares of the Company on the date of the offer and with an aggregate value (based on the closing price of the shares at the date of each offer) in excess of HK\$5 million, within any 12-month period, are subject to shareholders' approval in a general meeting.
- (e) The offer of a grant of share options may be accepted within 28 days from the date of the offer, upon payment of a nominal consideration of HK\$1 in total by the grantee. The exercisable period of the share options granted is determinable by the directors after a certain vesting period at the discretion of the directors and ends on a date which is not later than ten years from the date of approval of the Share Option Scheme.

The exercise price of the share options is determinable by the directors, but may not be less than the highest of (i) the closing price of shares as stated in Stock Exchange on the date of grant, (ii) the average of the closing prices of the share as stated in the Stock Exchange for the five business days immediately preceding the date of grant; and (iii) the nominal value of the Company's shares.

Upto the date of this financial statement, no options have been granted or agreed to be granted under the Share Option Scheme since its effective date on 13 March 2003.

25. 購股權計劃 (續)

購股權計劃 (續)

- (d) 任何授予本公司之董事、高級行政人員或主要股東或其任何聯繫人士之購股權均須得獨立非執行董事批准。此外，倘本公司打算向本公司主要股東或其他獨立非執行董事或彼等各各自之聯繫人士授出購股權而導致截至及包括授出日期前任何十二個月期間授出之購股權獲行使時已發行及將發行之股份之數日超逾提出要約當日本公司股份數目之0.1%，且按提出要約當日股份收市價計算之總值超過5,000,000港元時，則須得股東於股東大會批准。
- (e) 授出購股權之要約可於提出要約當日後28日內，由承授人支付名義總代價1港元接納。所授出購股權之行使期由董事釐定，並於批准購股權計劃當日後不遲於十年內完結。

購股權之行使價由董事釐定，惟不可低於(i)於授出當日股份於聯交所所報之收市價；(ii)於緊接授出當日前五個營業日股份於聯交所所報之平均收市價；或(iii)本公司股份之面值之最高者。

自其生效日期二零零三年三月十三日起至本財務報表日止，概無根據購股權計劃授出或同意授出任何購股權。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

26. RESERVES

The Company

		Share premium	Capital reserve	Accumulated losses	Total
		股份溢價	資本儲備	累計虧損	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
At 1 July 2004	於二零零四年七月一日	36,850	(599)	(41,569)	(5,318)
Net loss for the year	年內虧損淨額	-	-	(114)	(114)
At 30 June 2005	於二零零五年六月三十日	36,850	(599)	(41,683)	(5,432)
At 1 July 2005	於二零零五年七月一日	36,850	(599)	(41,683)	(5,432)
Net profit for the year	年內盈利淨額	-	-	660	660
At 30 June 2006	於二零零六年六月三十日	36,850	(599)	(41,023)	(4,772)

Share premium

The application of the share premium account is governed by the Company's Bye-Law and the Companies Act 1981 of Bermuda (as amended).

Capital reserve

The capital reserve of the Group represents the difference between the nominal value of shares of the subsidiaries acquired pursuant to the Group Reorganisation as set out in note 1 to the financial statements, over the nominal value of the shares of the Company issued in exchange therefor.

The capital reserve of the Company represents the difference between the nominal value of the share capital of Cableplus acquired pursuant to the Group Reorganisation as set out in note 1 to the financial statements, over the nominal value of the shares of the Company issued in exchange therefor.

Accumulated losses

Included in the figures for the accumulated losses of the Group is an amount of HK\$3,000 (2005: HK\$3,000), being the accumulated losses attributable to the jointly controlled entities.

26. 儲備

本公司

	Share premium	Capital reserve	Accumulated losses	Total
	股份溢價	資本儲備	累計虧損	總計
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	千港元	千港元	千港元	千港元
At 1 July 2004	36,850	(599)	(41,569)	(5,318)
Net loss for the year	-	-	(114)	(114)
At 30 June 2005	36,850	(599)	(41,683)	(5,432)
At 1 July 2005	36,850	(599)	(41,683)	(5,432)
Net profit for the year	-	-	660	660
At 30 June 2006	36,850	(599)	(41,023)	(4,772)

股份溢價

股份溢價之應用是受到本公司之公司細則及百慕達一九八一年公司法所管轄(經修訂)。

資本儲備

本集團之資本儲備指根據集團重組(詳見財務報表附註1)收購之附屬公司股份之賬面值超出本公司為換取有關附屬公司而發行之股份面值之差額。

本公司之資本儲備指根據集團重組(如財務報表附註1所載)所收購之Cableplus股本面值與本公司發行為交換條件之股份之面值之差額。

累計虧損

本集團之累計虧損包括數額為3,000港元(二零零五年:3,000港元),為共同控制公司之累計虧損。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

27. CASH USED IN OPERATIONS

27. 經營所用現金

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Loss before taxation	除稅前虧損	(2,482)	(7,167)
Interest income	利息收入	3	2
Interest expenses	利息支出	-	-
Depreciation and amortisation	折舊及攤銷	14	1,103
Inventory classified from property, plant and equipment	由物業、廠房及 設備分類為存貨	-	540
Loss on disposal of property, plant and equipment	出售物業、廠房及 設備虧損	832	-
Provision for doubtful debts	呆壞賬撥備	1,054	42
Bad debts	壞賬	-	4
Changes in working capital:	營運資金變動：		
Inventories	存貨	331	112
Trade and other receivables	應收賬款及其他應收款項	1,521	(1,007)
Trade and other payables	應付賬款及其他應付款項	(3,053)	1,446
Due from jointly controlled entities	應收共同控制公司之款項	-	(8)
Cash used in operations	經營所用現金	(1,780)	(4,933)

28. DEFERRED TAXATION

28. 遞延稅項

Recognised deferred tax assets (liabilities)

確認之遞延稅項資產(負債)

		2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Depreciation allowance	折舊豁免	-	-
Tax losses	稅項虧損	-	-
Net deferred tax assets (liabilities)	遞延稅項資產(負債)淨額	-	-

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

28. DEFERRED TAXATION (Continued)**Unrecognised deferred tax assets**

The Group has not recognised deferred tax assets in respect of temporary difference of HK\$412,000 (2005: HK\$287,000) and tax losses of HK\$19,624,000 (2005: HK\$18,577,000) respectively. Both the deductible temporary differences and the tax losses have no expiry date under current tax legislation.

29. COMMITMENTS**Commitments under operating leases**

At the balance sheet date, the Group had total future minimum lease payments under a non cancellable operating lease, which are payable as follows:

Within one year	一年內
In the second to fifth years inclusive	第二至第五年 (首尾兩年包括在內)

Capital expenditure commitments

At the balance sheet date, the Group had no capital commitments contracted but not provided for net of deposit paid (2005: Nil). The Company had no material commitments at the respective balance sheet dates.

28. 遞延稅項 (續)**未被確認之遞延稅項資產**

本集團並未確認就有關可扣減之暫時性差額及稅項虧損分別為412,000港元(二零零五年: 287,000港元)及19,624,000港元(二零零五年: 18,577,000港元)之遞延稅項資產。根據現有稅項制定, 可扣減之暫時性差額及稅項虧損均沒有屆滿日期。

29. 承擔**經營租約承擔**

於結算日, 本集團根據不可撤銷之經營租約而最低應付租金總額如下:

	2006 二零零六年 HK\$'000 千港元	2005 二零零五年 HK\$'000 千港元
Within one year	84	1,321
In the second to fifth years inclusive	-	1,083
	84	2,404

資本支出承擔

於結算日, 本集團並無曾簽署合約而產生資本承擔(二零零五年: 無)。本公司於各結算日並沒有重大承諾。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

30. FINANCIAL RISK MANAGEMENT OBJECTIVES AND OBJECTIVE

The Group's major financial instruments include trade receivables, bank balances and cash. Details of these financial instruments are disclosed in respective notes. The risks associated with these financial instruments and the policies on how to mitigate these risks are set out below. The management manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner.

Credit risk

The Group's maximum exposure to credit risk in the event of the counterparts' failure to perform their obligations as at 30 June, 2006 in relation to each class of recognised financial assets is the carrying amounts of those assets as stated in the consolidated balance sheet. In order to minimize the credit risk, the management of the Group has policies in place for determination of credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at each balance date to ensure that adequate impairment losses are made for irrecoverable amounts. In this regards, management considers that the Group's credit risk is significantly reduced.

The credit risk on the Group's bank balances and cash is limited because the majority of the counterparties are banks or corporations with high credit standing.

The Group's concentration of credit risk by geographical locations is mainly in Hong Kong, Macau and other regions in the People's Republic of China, with exposure spread over a number of counterparties and customers.

30. 財務風險管理目標及政策

本集團之主要金融工具包括應收賬款，銀行結存及現金。有關財務工具之詳情於有關附註披露。下文載列與該等財務工具有關之風險及如何降低該等風險之政策。管理層管理及監控該等風險，以確保及時及有效地採取適當之措施。

信貸風險

於二零零六年六月三十日，本集團就訂約方未能履行其責任而按各類別已確認財務資產面對之最高信貸風險，為綜合資產負債表所述該等資產之賬面值。為降低信貸風險，本集團管理層訂有政策以釐訂信貸限額、批核信貸，以及其他監察程序，以確保採取跟進行動以收回逾期債項。此外，本集團於每個結算日審閱每項個別交易債項之可收回金額，以確保就不能收回金額作出足夠減值撥備。因此，管理層認為，本集團之信貸風險大大調低。

本集團之銀行結存及現金之信貸風險有限，因為大部份對手方為銀行或有高信貸評級之機構。

本集團按地區劃分之信貸風險集中於香港、澳門及中華人民共和國其他地區，有關風險分散於數名對手方及客戶。

NOTES TO FINANCIAL STATEMENTS

財務報表附註

Year ended 30 June 2006 截至二零零六年六月三十日止年度

30. FINANCIAL RISK MANAGEMENT OBJECTIVES AND OBJECTIVE (Continued)

Market risk

(i) *Foreign exchange risk*

The Group has foreign currency sales and purchases which expose the Group to foreign currency risk. However, the risk is not significant since the exchange rate of Hong Kong Dollar with that of U.S. Dollar and Reminbi are relatively stable.

(ii) *Cash flow interest rate risk*

The Group is exposed to cash flow interest risk through the changes in interest rates relates mainly to the Group's variable-rates bank deposits and balances. The Group's treasury policy is in place to monitor and manage its exposure to fluctuation in interest rates.

31. POST BALANCE SHEET EVENT

After the balance sheet date, one of the jointly controlled entities, AI-Times International Limited, was deregistered in August 2006 without any profit or loss associated with its deregistration.

30. 財務風險管理目標及政策 (續)

市場風險

(i) *外匯風險*

本集團有以外幣進行之銷售及採購，因此本集團承受外匯風險。但由於美元及人民幣對港元之滙率相對穩定，因此此風險相對不高。

(ii) *現金流量利率風險*

本集團主要因本集團之銀行存款及結存而承受利率變動所帶來之現金流量利率風險。本集團訂立庫存政策，以監察及管理其所承受之利率波動風險。

31. 結算日後事項

於結算日後，本集團其中一間於共同控制公司，智能時代科技國際有限公司，已於二零零六年八月完成撤銷程序。撤銷程序並無產生任何盈利及虧損。

SUMMARY OF FINANCIAL INFORMATION

財務資料概要

Year ended 30 June 2006 截至二零零六年六月三十日止年度

The following is a summary of the combined results and combined assets and liabilities of the Group for each of the five years ended 30 June 2006 prepared on the basis set out in the notes below:

以下為根據下文附註所載基準編製之本集團截至二零零六年六月三十日止五年各年之合併業績及合併資產負債概要：

COMBINED RESULTS

合併業績

		2002 二零零二年 HK\$'000 千港元	2003 二零零三年 HK'000 千港元 (restated) (重列)	2004 二零零四年 HK'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元
Turnover	營業額	23,376	12,147	29,600	7,659	8,037
(Loss) Profit before taxation	除稅前日常業務 (虧損) 溢利	14,639	(13,674)	(20,949)	(7,167)	(2,482)
Taxation	稅項	(1,900)	(49)	-	-	-
(Loss) Profit attributable to shareholders	股東應佔 (虧損) 溢利	12,739	(13,723)	(20,949)	(7,167)	(2,482)
Basic (loss) earnings per share (HK cents)	每股基本 (虧損) 盈利 (港仙)	4.25	(4.28)	(5.03)	(1.54)	(0.53)
Diluted (loss) earnings per share (HK cents)	每股攤薄 (虧損) 盈利 (港仙)	N/A 不適用	N/A 不適用	N/A 不適用	N/A 不適用	N/A 不適用

COMBINED ASSETS AND LIABILITIES

合併資產及負債

		2002 二零零二年 HK\$'000 千港元	2003 二零零三年 HK'000 千港元 (restated) (重列)	2004 二零零四年 HK'000 千港元	2005 二零零五年 HK\$'000 千港元	2006 二零零六年 HK\$'000 千港元
Non-current assets	非流動資產	2,062	7,272	2,201	881	68
Current assets	流動資產	13,830	21,183	14,229	9,828	5,106
Current liabilities	流動負債	7,589	3,875	1,899	3,345	292
Non-current liabilities	非流動負債	-	-	-	-	-

Notes:

註：

- The results of the Group for the year ended 30 June 2002 presented above have been extracted from the Company's Prospectus dated 31 March 2003 when the listing of the Company's shares was sought on the GEM of The Stock Exchange of Hong Kong Limited.
 - The results for each of the two years ended 30 June 2006 have been extracted from consolidated income statement as set out on page 33 of the financial statements.
 - The financial summary of the Group, which is presented for information only, has been prepared on the basis that the structure and business activities of the Group immediately after the completion of the Group Reorganisation had been in existence throughout the three years ended 30 June 2003.
- 本集團截至二零零二年六月三十日止一年之業績乃摘錄自本公司於二零零三年三月三十一日刊發之招股章程，其時本公司股份正申請在香港聯合交易所有限公司創業板上市。
 - 截至二零零六年六月三十日止兩個年度業績乃摘錄自第33頁之財務報表所載之綜合損益表。
 - 本集團之財務概要僅供參考，乃假設本集團於緊隨集團重組完成後之架構及業務活動於截至二零零三年六月三十日止三年內一直存在而編製。

TIGER TECH HOLDINGS LIMITED

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