



China Cyber Port (International) Company Limited 神州奧美網絡(國際)有限公司*

(Incorporated in the Cayman Islands with limited liability)
(Stock Code : 8206)

Third Quarterly Report 2009

*For identification only

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

GEM has been positioned as a market designed to accommodate companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.

Given the emerging nature of companies listed on GEM, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

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This report, for which the directors (the “Directors”) of China Cyber Port (International) Company Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (the “GEM Listing Rules”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this report is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this report misleading; and (3) all opinions expressed in this report have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

HIGHLIGHTS

- Turnover of the Group for the nine months ended 31 December 2009 was approximately HK\$13,394,000.
- Net loss attributable to equity holders was approximately HK\$48,698,000 for the nine months ended 31 December 2009.
- Loss per share for the nine months ended 31 December 2009 was approximately HK6.07 cents.
- The board of the Directors (the “Board”) does not recommend the payment of a dividend for the nine months ended 31 December 2009.

The Directors hereby present the unaudited consolidated results of the Company together with its subsidiaries (collectively the “Group”) for the nine months ended 31 December 2009.

FINANCIAL PERFORMANCE

The Group recorded consolidated turnover of approximately HK\$13,394,000 for the nine months ended 31 December 2009, representing a decrease of approximately 96.3% as compared to approximately HK\$364,824,000 for the nine months ended 31 December 2008. The turnover for the nine months ended 31 December 2009 was attributable to (i) the operation of the e-Sports Platform; (ii) operation of the online game “Sudden Attack” (突袭OL) (“SA”) in the PRC; and (iii) distribution and selling of computer games in the PRC.

The Group made a net loss attributable to equity holders of approximately HK\$48,698,000 for the nine months ended 31 December 2009 as compared to approximately HK\$412,617,000 for the nine months ended 31 December 2008. The net loss for the period was mainly attributable to the downturn for the animation and game industry in the PRC during the period.

BUSINESS REVIEW

Apart from the continuous efforts to monitor the market development, restructure and streamline the business operations as and when necessary so as to improve the current financial status of the Group and enhance the business performance, the Board has been actively seeking other opportunities to broaden the revenue base of the Group.

The Group entered into an acquisition agreement in January 2010 in respect of a conditional major transaction involving the acquisition of 100% of the equity interest in 北京神通益家科技服務有限公司 (Beijing Shentong Yijia Technology Service Company Limited[#]). Details of the acquisition have been set out in the circular dated 5 February 2010.

Operation of the e-Sports Platform

For the nine months ended 31 December 2009, the revenue derived from the operation of the e-Sports Platform was approximately HK\$5,950,000 as compared to approximately HK\$129,958,000 for the nine months ended 31 December 2008.

Operation of the online game SA

For the nine months ended 31 December 2009, the revenue derived from the operation of the online game SA was approximately HK\$7,347,000 as compared to approximately HK\$216,262,000 for the nine months ended 31 December 2008.

Distribution and selling of computer games in the PRC

For the nine months ended 31 December 2009, the revenue derived from the distribution and selling of computer games in the PRC was approximately HK\$97,000 as compared to approximately HK\$18,604,000 for the nine months ended 31 December 2008.

[#] *English translation of the name for identification purpose only*

CONDENSED CONSOLIDATED INCOME STATEMENT

For the nine months ended 31 December 2009

	Note	For the three months ended 31 December		For the nine months ended 31 December	
		2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000
Turnover	3	1,234	10,136	13,394	364,824
Cost of sales		(3,828)	(36,295)	(15,482)	(209,854)
Gross (loss)/profit		(2,594)	(26,159)	(2,088)	154,970
Other income	4	17	4,574	1,133	6,883
Selling and distribution expenses		(3,421)	(22,654)	(10,235)	(217,427)
Administrative expenses		(4,459)	(5,658)	(12,990)	(19,750)
Other operating expenses		(11,908)	(14,152)	(21,562)	(466,589)
Loss from operations	5	(22,365)	(64,049)	(45,742)	(541,913)
Finance costs	6	(5,004)	(4,078)	(15,011)	(12,544)
Loss before taxation		(27,369)	(68,127)	(60,753)	(554,457)
Income tax	7	2,857	(5,367)	3,735	69,880
Loss for the period		(24,512)	(73,494)	(57,018)	(484,577)
Attributable to:					
Equity holders of the Company		(20,367)	(56,759)	(48,698)	(412,617)
Minority interests		(4,145)	(16,735)	(8,320)	(71,960)
		(24,512)	(73,494)	(57,018)	(484,577)
Loss per share					
– Basic	8	(2.54 cents)	(7.07 cents)	(6.07 cents)	(51.43 cents)
– Diluted	8	(2.54 cents)	(7.07 cents)	(6.07 cents)	(51.43 cents)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine months ended 31 December 2009

	For the three months ended 31 December		For the nine months ended 31 December	
	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000
Loss for the period	(24,512)	(73,494)	(57,018)	(484,577)
Other comprehensive income for the period (after tax and reclassification adjustments)				
Exchange differences on translation of				
– Financial statements of overseas subsidiary	28	(1,509)	46	8,747
– Minority interests	9	(265)	15	2,916
Total comprehensive income for the period	(24,475)	(75,268)	(56,957)	(472,914)
Attributable to:				
Equity holders of the Company	(20,339)	(58,268)	(48,652)	(403,870)
Minority interests	(4,136)	(17,000)	(8,305)	(69,044)
Total comprehensive income for the period	(24,475)	(75,268)	(56,957)	(472,914)

NOTES TO THIRD QUARTERLY REPORT

For the nine months ended 31 December 2009

1. GENERAL

The Company was incorporated in the Cayman Islands on 23 May 2002 with limited liability under the Companies Law of the Cayman Islands. The shares of the Company were listed on the Growth Enterprise Market (the "GEM") of the Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 15 November 2002.

The principal activity of the Company is investment holding. The Group is principally engaged in (i) operation of the e-Sports Platform; (ii) operation of the online game "Sudden Attack" (突袭OL) ("SA") in the PRC; and (iii) distributing and selling computer games in the PRC.

The registered office of the Company is located at P.O. Box 309GT, Uglund House, South Church Street, Grand Cayman, Cayman Islands and its principal place of business in Hong Kong is located at Units 2115-2116, 21/F, China Merchants Tower, Shun Tak Centre, 168-200 Connaught Road Central, Hong Kong.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The condensed consolidated financial statements for the nine months ended 31 December 2009 have been prepared in accordance with the applicable disclosure provision of the GEM Listing Rules on the Stock Exchange, including compliance with Hong Kong Accounting Standing 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). However, this interim financial report does not contain sufficient information to constitute an interim financial report as defined in HKAS 34.

The condensed consolidated financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2009. The accounting policies adopted are consistent with those followed in the preparation of the annual financial statements for the year ended 31 March 2009 except for the adoption of the new Hong Kong Financial Reporting Standard and Hong Kong Accounting Standard as disclosed in interim report.

In addition, the Group has adopted HKAS 1 (as revised in 2007) *Presentation of Financial Statements* and HKFRS 8 *Operating Segments* since 1 January 2009, as described in the half-year interim report for the six months ended 30 September 2009. The adoption of these new or revised Standards have had no impact on the reported results or financial position of the Group.

The condensed consolidated financial statements are denominated in Hong Kong Dollars ("HK\$"). Unless otherwise specifically stated, all amounts are presented in thousand.

This condensed consolidated financial statements have not been audited.

This condensed consolidated financial statements have been prepared on a going concern basis, the validity of which depends on the ability of the Group to operate within budget as set out in its cash flow forecast for the upcoming twelve months. Should there be any unexpected major adverse incidents, such as non-recovery of trade debts, substantial decline of planned operating cash flow, failure to obtain additional funding as planned or any incidents that would adversely affect the Group's financial position such that the Group is unable to continue as a going concern, adjustments would have to be made to the condensed consolidated financial statements to adjust the value of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify non-current assets and liabilities as current assets and liabilities, respectively.

3. TURNOVER

	For the three months ended 31 December		For the nine months ended 31 December	
	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000
Operating of the e-Sports platform	603	4,808	5,950	129,958
Operating of the online game SA	542	5,245	7,347	216,262
Distribution and selling of computer games in the PRC	89	83	97	18,604
	1,234	10,136	13,394	364,824

4. OTHER INCOME

	For the three months ended 31 December		For the nine months ended 31 December	
	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000
Recovery of bad debt expenses on the amount due from a substantial shareholder, China Communication Group Co., Ltd. ("CCC")	-	3,917	-	3,917
Recovery of doubtful debt	-	-	1,089	-
Exchange gains	-	638	-	2,932
Interest income	17	16	44	31
Sundry income	-	3	-	3
	17	4,574	1,133	6,883

5. LOSS FROM OPERATIONS

The Group's loss from operation for the period is stated after charging the following:

	For the three months ended 31 December		For the nine months ended 31 December	
	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000
Amortisation of intangible assets				
– included in cost of sales	1,345	18,129	5,125	86,397
– included in selling and distribution expenses	2,749	11,535	8,351	48,345
	4,094	29,664	13,476	134,742
Depreciation	1,233	3,005	3,702	8,178
Other operating expenses				
– Exchange loss	–	3	–	3,093
– Bad debt expenses on the amount due from CCC	–	–	–	3,913
– Allowance for inventories	–	8,583	–	8,583
– Allowance for trade receivables	3,575	5,566	8,226	5,566
– Impairment on fixed assets	–	–	413	–
– Impairment on goodwill	–	–	–	170,000
– Impairment on intangible assets	8,333	–	12,923	275,434
	11,908	14,152	21,562	466,589

6. FINANCE COSTS

	For the three months ended 31 December		For the nine months ended 31 December	
	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000
Interest charge on promissory notes not wholly repayable within five years	5,004	4,078	15,011	12,544

7. INCOME TAX

Hong Kong profits tax has not been provided as the Group did not generate any assessable profits in Hong Kong for the three months (2008: HK\$Nil) and nine months ended 31 December 2009 (2008: HK\$Nil). Taxation on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which the Group operates, base on existing legislation, interpretations and practices in respect thereof.

	For the three months ended 31 December		For the nine months ended 31 December	
	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000	2009 (Unaudited) HK\$'000	2008 (Unaudited) HK\$'000
Current				
– PRC Enterprise Income Tax	–	–	–	12,188
Deferred tax	(2,857)	5,367	(3,735)	(82,068)
	<u>(2,857)</u>	<u>5,367</u>	<u>(3,735)</u>	<u>(69,880)</u>

8. LOSS PER SHARE

(a) Basic loss per share

The calculation of the basic loss per share for the three months and nine months ended 31 December 2009 is based on the unaudited consolidated loss attributable to shareholders of approximately HK\$20,367,000 (2008: HK\$56,759,000) and HK\$48,698,000 (2008: HK\$412,617,000) respectively and the weighted average number of 802,286,761 (2008: 802,286,761) and 802,286,761 (2008: 802,286,761) ordinary shares in issue during the period.

(b) Diluted loss per share

Diluted loss per share equals to basic loss per share as the impact of the potential ordinary shares was anti-dilutive.

9. DIVIDENDS

No dividends have been paid or declared by the Company for the three months (2008: HK\$Nil) and nine months (2008: HK\$Nil) ended 31 December 2009.

10. MOVEMENT OF RESERVES

	Attributable equity shareholders of the Company								
	Share premium	Merger reserve	Asset	Exchange reserve	Share-based	Accumulated losses	Sub-total	Minority interests	Total reserves
			revaluation reserve		payment reserve				
(Unaudited) HK\$'000	(Unaudited) HK\$'000	(Unaudited) HK\$'000	(Unaudited) HK\$'000	(Unaudited) HK\$'000	(Unaudited) HK\$'000	(Unaudited) HK\$'000	(Unaudited) HK\$'000	(Unaudited) HK\$'000	
Balance as at 1 April 2008									
As previously stated	679,423	8,320	28,315	-	4,458	(79,782)	640,734	-	640,734
Retrospective restatement	-	-	(28,315)	-	-	8,941	(19,374)	-	(19,374)
As restated	679,423	8,320	-	-	4,458	(70,841)	621,360	-	621,360
Total comprehensive expenses for the period	-	-	-	8,747	-	(412,617)	(403,870)	(69,044)	(472,914)
Acquisition of a subsidiary	-	-	-	-	-	-	-	150,446	150,446
Share option scheme									
- share based payment	-	-	-	-	799	-	799	-	799
- forfeiture of share options granted	-	-	-	-	(1,582)	1,582	-	-	-
Total transactions with owners	-	-	-	-	(783)	1,582	799	150,446	151,245
Balance as at 31 December 2008	679,423	8,320	-	8,747	3,675	(481,876)	218,289	81,402	299,691
Balance at 1 April 2009	679,423	8,320	-	9,135	3,246	(888,900)	(188,776)	12,482	(176,294)
Total comprehensive expenses for the period	-	-	-	46	-	(48,698)	(48,652)	(8,305)	(56,957)
Share option scheme									
- share based payment	-	-	-	-	449	-	449	-	449
- forfeiture of share options granted	-	-	-	-	(1,914)	1,914	-	-	-
Total transactions with owners	-	-	-	-	(1,465)	1,914	449	-	449
Balance as at 31 December 2009	679,423	8,320	-	9,181	1,781	(935,684)	(236,979)	4,177	(232,802)

11. RETROSPECTIVE RESTATEMENTS AND RECLASSIFICATION

As mentioned in the Note 3 to the financial statements of the Company's Annual Report 2009, the Group has restated the relevant accounting balances retrospectively. As a result, the carrying amount of the Intangible Assets would be reduced by approximately HK\$19.3 million as at 1 April 2008. Any formerly recognised asset revaluation reserve is to be removed. The cumulative reduction in amortisation of Intangible Assets up to 31 March 2008 is approximately HK\$8.9 million.

As a result of the application of HKAS 1 (revised 2007), Presentation of Financial Statements, and HKFRS 8, Operating Segments, certain comparative figures have been adjusted to conform to current period's presentation and to provide comparative amounts in respect of items disclosed for the first time in 2009.

12. SUBSEQUENT EVENTS

On 11 January 2010, the Group entered into a acquisition agreement with a substantial shareholder, China Communication Group Company Limited, to acquire the entire equity interests in a company incorporated in PRC, which is principally engaged in the provision of the distribution and management services in relation to the Designated Shentong Cards. The consideration of the acquisition is HK\$256,080,000 which shall be payable partly in cash and party by issue of securities by the Company.

OTHER INFORMATION

INTERESTS AND SHORT POSITIONS OF DIRECTORS AND CHIEF EXECUTIVES IN SHARES AND UNDERLYING SHARES AND DEBENTURES

As at 31 December 2009, none of the Directors or the chief executives has any interests or short positions in the shares and underlying shares and debentures of the Company or any associated corporation (within the meaning of Part XV of the SFO) which (a) were required to be notified to the Company and the Stock Exchange pursuant to the provisions of Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which the director is taken or deemed to have under such provisions of the SFO); or (b) were required pursuant to Section 352 of the SFO to be entered in the register referred therein; or (c) were required to be notified to the Company and the Stock Exchange, pursuant to the rules 5.46 to 5.67 of the GEM Listing Rules.


INTERESTS AND SHORT POSITIONS OF SHAREHOLDERS IN SHARES AND UNDERLYING SHARES

As at 31 December 2009, so far as is known to, or can be ascertained after reasonable enquiry by, the Directors, the following persons (other than the Directors or chief executives of the Company) had an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO and Section 336 of the SFO or, who were or were expected, directly or indirectly, interested in 10% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any member of the Group:

Name of shareholder	Number of shares held				Total interests in shares	Number of underlying shares	Share Option Scheme	Aggregate interests	Approximate percentage of the issued share capital of the Company
	Personal interests	Corporate interests	Family interests	Other interests					
CCC (Note 1)	328,307,692	220,542,000	-	-	548,849,692	-	548,849,692	68.41%	
CCI	220,542,000	-	-	-	220,542,000	-	220,542,000	27.49%	
Ge Wen Bin (Note 2)	-	54,001,144	-	-	54,001,144	-	54,001,144	6.73%	
Supreme System Investments Limited	54,001,144	-	-	-	54,001,144	-	54,001,144	6.73%	

Notes:

- (1) Among the 548,849,692 shares, 神州通信集團有限公司 (China Communication Group Co., Ltd.)# (formerly known as 神州通信有限公司 (China Communication Co., Ltd.)) ("CCC") is deemed to be interested in 328,307,692 new shares to be issued upon completion by virtue of the SFO. As China Communication Investment Ltd ("CCI") is a wholly-owned subsidiary of CCC, CCC is also deemed to be interested in the 220,542,000 shares held by CCI by virtue of the SFO.
- (2) Mr. Ge Wen Bin is deemed to be a substantial shareholder by virtue of his 100% beneficial interest in Supreme System Investments Limited.



Save as disclosed above, as at 31 December 2009, so far as is known to, or can be ascertained after reasonable enquiry by the Directors, no other person (other than the Directors or chief executives of the Company) had an interest or short position in the shares or underlying shares of the Company which requires to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO and Section 336 of the SFO or, who were or were expected, directly or indirectly, interested in 10% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any member of the Group.

SHARE OPTION SCHEMES

Share options were granted to certain directors, employees and consultants of the Company under the share option scheme (the "Share Option Scheme") conditionally adopted on 28 October 2002. The Share Option Scheme became unconditional upon the listing of the Company's shares on GEM on 15 November 2002. The Share Option Scheme was amended by an ordinary resolution duly passed at an annual general meeting by the Company's shareholders on 28 July 2006. Details of the Share Option Scheme have been set out in the Company's annual report of year 2009.

Particulars of the outstanding options which have been granted under the Share Option Scheme as at 31 December 2009 were as follows:

Name or category of participant	Date of grant	Exercisable period	Exercise price per share HK\$	Number of share options					As at 31 December 2009
				As at 1 April 2009	Options granted during the period	Options exercised during the period ⁽²⁾	Options lapsed during the period ⁽¹⁾	Options cancelled during the period	
<i>Directors</i>									
Xiao Haiping	3 April 2006	3 October 2006 to 2 April 2009	1.09	1,000,000	-	-	(1,000,000)	-	-
<i>Other Eligible Participants</i>									
In aggregate	3 April 2006	3 October 2006 to 2 April 2009	1.09	2,000,000	-	-	(2,000,000)	-	-
In aggregate	28 June 2006	28 December 2006 to 27 June 2009	1.74	800,000	-	-	(800,000)	-	-
In aggregate	30 July 2007	30 January 2008 to 29 July 2010	2.80	800,000	-	-	-	-	800,000
In aggregate	14 August 2008	14 August 2009 to 13 August 2010	0.97	1,000,000	-	-	-	-	1,000,000
In aggregate	15 August 2008	15 August 2009 to 14 August 2010	1.30	1,500,000	-	-	-	-	1,500,000
In aggregate	14 January 2009	14 July 2009 to 13 July 2010	0.82	1,200,000	-	-	-	-	1,200,000
				<u>8,300,000</u>	<u>-</u>	<u>-</u>	<u>(3,800,000)</u>	<u>-</u>	<u>4,500,000</u>

Notes:

- (1) In accordance with the Share Option Scheme, the grantee of an option ceases to be an Eligible Participant due to termination of relationship with the Company or its subsidiary companies, the grantee may exercise the option up to his entitlement at the date of cessation of his relationship within the period of three months following the date of such cessation.
- (2) No share options were exercised during the period.



DIRECTORS' RIGHT TO ACQUIRE SHARES

Save as disclosed above, at no time during the period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company or other body corporate granted to any Directors or their respective associates, or were any such rights exercised by them; or was the Company, its holding company, or any of its subsidiaries a party to any arrangement to enable the Directors, their respective associates to acquire such rights in any other body corporate.

PRE-EMPTIVE RIGHTS

There are no provisions for pre-emptive rights under the Company's Articles of Association, or the laws of the Cayman Islands, which would oblige the Company to offer new shares on a pro rata basis to existing shareholders.

COMPETING INTERESTS


None of the Directors of the Company had any interest in a business which competes or may compete with the businesses of the Group.

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor any of its subsidiary companies had purchased, sold or redeemed any of the Company's shares on the GEM during the nine months ended 31 December 2009.

AUDIT COMMITTEE

The Company has established an audit committee on 28 October 2002 with written terms of reference based on the guidelines set out in the Code on Corporate Governance Practices contained in Appendix 15 to the GEM Listing Rules. During this quarter, it comprises three Independent Non-Executive Directors, namely Mr. Yip Tai Him, Ms. Cao Huifang and Ms. Liu Hong. The primary duties of the audit committee are to review the Company's annual report and accounts, half-yearly reports and quarterly reports and to provide advice and comments thereon to the Board. In addition, the audit committee considers any significant and unusual items that are, or may need to be, reflected in such reports and accounts and gives due consideration to any matters that have been raised by the Company's qualified accountant, compliance officer and auditors. The audit committee is also responsible for reviewing and supervising the financial reporting process and the Group's internal control system.



The audit committee has reviewed the accounting principles and practices adopted by the Company and discussed internal controls and financial reporting matters including a review of the unaudited interim report for the nine months ended 31 December 2009.

CODE ON CORPORATE GOVERNANCE PRACTICES

The Company has complied with the code provisions set out in the Code on Corporate Governance Practices contained in Appendix 15 to the GEM Listing Rules during the nine months ended 31 December 2009.

CODE OF CONDUCT REGARDING 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 dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules (the "Code of Conduct"). Having made specific enquiry of the Directors, all the Directors confirmed that they have complied with the required standard of dealings as set out in the Code of Conduct during the nine months ended 31 December 2009.

By order of the Board
China Cyber Port (International) Company Limited
He Chenguang
Chairman

As at the date of this report, the Board comprises:

Mr. He Chenguang (*Executive Director and Chairman*)
Mr. Xiao Haiping (*Executive Director*)
Mr. Zhang Peng (*Executive Director and Chief Executive Officer*)
Ms. Weng Pinger (*Executive Director*)
Mr. Yip Tai Him (*Independent Non-Executive Director*)
Ms. Cao Huifang (*Independent Non-Executive Director*)
Ms. Liu Hong (*Independent Non-Executive Director*)

Hong Kong, 8 February 2010