



年報 **2011**
ANNUAL REPORT



首 華 財 經 網 絡 集 團 有 限 公 司

FIRST CHINA FINANCIAL NETWORK HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability 於開曼群島成立之有限公司)

Stock Code 股份代號: 08123

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 of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

Pursuant to Chapter 36 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”), the Securities and Futures Commission (the “SFC”) regulates First China Financial Network Holdings Limited (the “Company”) in relation to the listing of its shares on The Stock Exchange of Hong Kong Limited. The SFC, The Hong Kong Exchanges and Clearing Limited, and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this report, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this report.

This report, for which the directors of the Company (the “Directors”) collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this report is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this report misleading; and (iii) 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.

香港聯合交易所有限公司(「聯交所」)創業板(「創業板」)之特色

創業板的定位，乃為相比起其他在聯交所上市的公司帶有較高投資風險的公司提供一個上市的市場。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資深投資者。

由於創業板上市之公司屬新興性質，在創業板買賣之證券可能會較在聯交所主板買賣之證券承受較大之市場波動風險，同時無法保證在創業板買賣之證券會有高流通量之市場。

根據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36章，就首華財經網絡集團有限公司(「本公司」)股份於香港聯合交易所有限公司上市而言，其受證券及期貨事務監察委員會(「證監會」)監管。證監會、香港交易及結算所有限公司及聯交所對本報告之內容概不負責，對其準確性或完整性亦不發表任何聲明，並明確表示概不就因本報告全部或任何部分內容而產生或因依賴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上市規則之規定而提供有關本公司之資料，本公司董事(「董事」)願共同及個別對此負全責。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重大方面均屬準確及完整，且無誤導成分；(ii)並無遺漏任何其他事實，致使本報告所載任何內容產生誤導；及(iii)本報告內表達的一切意見乃經審慎周詳考慮後方始作出，並以公平合理之基準和假設為依據。



Contents

目錄

Corporate Information 公司資料	2
Chief Executive's Statement 行政總裁報告	4
Directors and Senior Management Profile 董事及高級管理人員履歷	9
Directors' Report 董事會報告	13
Corporate Governance Report 企業管治報告	27
Independent Auditors' Report 獨立核數師報告	34
Consolidated Statement of Comprehensive Income 綜合全面收入報表	36
Statements of Financial Position 財務狀況報表	38
Statements of Changes in Equity 股權變動報表	40
Consolidated Statement of Cash Flows 綜合現金流量表	43
Notes to the Consolidated Financial Statements 綜合財務報表附註	45
Financial Summary 財務概要	144

The English text of this annual report shall prevail over the Chinese text in case of inconsistencies.

本年報之中英文本如有任何歧義，概以英文為準。

CORPORATE INFORMATION

公司資料

EXECUTIVE DIRECTORS

Wang Wenming (*Chairman*)

Lee Yiu Sun (*Chief Executive Officer*)

NON-EXECUTIVE DIRECTOR

Liu Runtong

INDEPENDENT NON-EXECUTIVE DIRECTORS

Zhang Benzhen

Tony I Tong

Li Jianxing

Chen Shu Wen

COMPLIANCE OFFICER

Lee Yiu Sun, FCPA

COMPANY SECRETARY

Chan Wai Lok

COMPOSITION OF BOARD COMMITTEES

Audit Committee

Tony I Tong (*Chairman*)

Zhang Benzhen

Li Jianxing

Chen Shu Wen

Remuneration Committee

Zhang Benzhen (*Chairman*)

Wang Wenming

Lee Yiu Sun

Tony I Tong

Li Jianxing

Chen Shu Wen

Nomination Committee

Zhang Benzhen (*Chairman*)

Wang Wenming

Tony I Tong

Li Jianxing

Chen Shu Wen

REGISTERED OFFICE

Century Yard, Cricket Square

Hutchins Drive, P.O. Box 2681

Grand Cayman KYI-1111

Cayman Islands

執行董事

王文明(*主席*)

李耀新(*行政總裁*)

非執行董事

劉潤桐

獨立非執行董事

張本正

唐儀

李建行

陳樹文

監察主任

李耀新 · FCPA

公司秘書

陳偉樂

董事會委員會成員

審核委員會

唐儀(*主席*)

張本正

李建行

陳樹文

提名委員會

張本正(*主席*)

王文明

李耀新

唐儀

李建行

陳樹文

薪酬委員會

張本正(*主席*)

王文明

唐儀

李建行

陳樹文

註冊辦事處

Century Yard, Cricket Square

Hutchins Drive, P.O. Box 2681

Grand Cayman KYI-1111

Cayman Islands

CORPORATE INFORMATION

公司資料

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS

16th Floor,
CMA Building
No. 64–66 Connaught Road,
Central, Hong Kong

COMPANY WEBSITE

www.firstchina.hk

STOCK CODE

08123

PRINCIPAL BANKER

Wing Hang Bank, Limited
161 Queen's Road Central
Hong Kong

AUDITORS

HLB Hodgson Impey Cheng
Chartered Accountants
Certified Public Accountants
31st Floor, Gloucester Tower
The Landmark, 11 Pedder Street
Central, Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

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

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Hong Kong Registrars Limited
46th Floor, Hopewell Centre
183 Queen's Road East
Wanchai
Hong Kong

香港總辦事處及主要營業地點

香港中環
干諾道中64–66號
廠商會大樓
16樓

公司網址

www.firstchina.hk

股份代號

08123

主要往來銀行

永亨銀行有限公司
香港
皇后大道中161號

核數師

國衛會計師事務所
英國特許會計師
香港執業會計師
香港中環
畢打街11號置地廣場
告羅士打大廈31樓

股份過戶登記總處

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

香港股份過戶登記分處

香港證券登記有限公司
香港
灣仔
皇后大道東183號
合和中心46樓

CHIEF EXECUTIVE'S STATEMENT

行政總裁報告

BUSINESS REVIEW

During the year of 2011, the financial service sector remained very competitive. The stock market was volatile. Our Group has continued in stock brokerage business, margin financing, corporate finance services, wealth management services, stock information and research services.

In January of the year under review, the Group made two mortgage loans with two banks for the land and building, and an investment property in Central. It purchased these properties in the fourth quarter in 2010 with an aggregate of over HK\$78 million in considerations. This better strategic location of the Group for main management would secure the Group for a better working environment in alliance with various potential strategic partners in the same locations. In addition, the Group also achieved rental savings instead of having two offices in which the Group used to operating before removal. It is believed to be for a long term benefit for the Group as a whole. In March 2011, a wholly-owned subsidiary execute an agreement with Guangdong Brightzone (formerly known "Zhuhai Brightzone") for a platform to Wealth Alliance to sell and market a stock investment analysis software and software packages developed and owned by the Group. In December 2011, the Group successfully issued 800,000,000 transferrable unlisted warrants to six placees. The expiration period is three years at a subscription price of HK\$0.124. It represents a discount to the closing price as at year end date.

FINANCIAL REVIEW

Results of the Group

The Group recorded total turnover of approximately HK\$12.7 million in 2011. Compared with the amount of approximately HK\$49.0 million last year, there was a decrease of approximately HK\$36.3 million or 74.1%. The decrease in turnover was primarily caused by poor performance in the stock market during the reporting period. And the tightened policy of the PRC government on regulating the securities and investment consultancy sector of the PRC in which the Group's operates, which is relatively less favourable to foreign enterprise's participation.

業務回顧

於二零一一年，金融服務業競爭仍然激烈。股市表現反覆波動。本集團繼續經營股票經紀業務、保證金融資、企業融資服務、財富管理服務、股票資訊及研究服務。

本年一月，本集團就中環一項土地及樓宇以及一項投資物業分別向兩家銀行申請兩項按揭貸款。該等物業於二零一零年第四季以合共超過78,000,000港元代價購入。本集團進駐中環的黃金策略地點進行主要管理業務，有助加強本集團與同樣位處中環的多個潛在策略合作夥伴之間的關係。此外，相對搬遷前分開以兩個辦公室進行業務，搬遷後本集團亦得以節省租金，符合本集團的整體長遠利益。於二零一一年三月，本集團一間全資附屬公司與廣東博眾（前稱「珠海博眾」）訂立協議，向富盟提供平台銷售及推銷本集團開發及擁有之股票投資分析軟件及軟件套裝。於二零一一年十二月，本集團成功以認購價0.124港元向六名承配人發行800,000,000份可轉讓的非上市認股權證，將於三年後屆滿，而認購價相對年結日的股份收市價仍然存在折讓。

財務回顧

本集團業績

本集團於二零一一年錄得營業總額約12,700,000港元，相對於去年營業額約為49,000,000港元，下跌約36,300,000港元或約74.1%。營業額下跌，主要由於報告期內股市表現欠佳所致。業務主要受中國政府加強監管證券及投資諮詢行業規管影響，而上述措施對外資機構尤其不利。

CHIEF EXECUTIVE'S STATEMENT

行政總裁報告

FINANCIAL REVIEW (continued)

Results of the Group (continued)

Loss for the year amounted to approximately HK\$39.4 million compared with loss of approximately HK\$218.6 million for the corresponding year. The loss has substantially narrowed. The decrease in loss for the year was due to absence of impairments written off to the consolidated statement of comprehensive income for the year under review. These impairments include intangible assets, goodwill, other intangible assets and trade receivables. Although there was an increase in depreciation of property, plant and equipment due to the above acquisition of properties in Central and the resultant increase in finance costs arising from the mortgages relating to these properties, its effect is materially counteracted by the effect from decrease in the impairments, employee benefits expenses and other operating expenses. The decrease in employee benefits expenses resulted mainly from absence of the share-based compensation expenses in the year under review. Share of losses of associates has also narrowed. The results have been improved by an increase in other gains and other income, deriving from disposing of certain fixed assets, subsidiaries, sale of software to an associate, appreciation in value of an investment property and advertising service income.

Liquidity and financial resources

The Group is in healthy liquidity and financial position. As at 31 December 2011, the shareholders' fund of the Group amounted to approximately HK\$137.0 million. As at 31 December 2011, the Group's cash and bank balances were approximately HK\$ 46.3 million (2010: approximately HK\$131.9 million) of which approximately HK\$6.7 million were held on behalf of clients in trust and segregated accounts. Taking into account of the amount of liquid assets in hand, the Board is of the view that the Group has sufficient financial resources to meet its ongoing operational requirements.

The Group manages the foreign exchange exposure arising from its normal course of business activities and investments in foreign operations by funding its local operations and investments through cash flows generated from business transactions locally. As at the end of the year, the Group did not have any material un-hedged foreign exchange exposure or interest rate mismatch.

財務回顧(續)

本集團業績(續)

本年度虧損約為39,400,000港元，而去年同期則虧損約218,600,000港元，虧損大幅收窄，主要由於年內毋須於綜合全面收入報表為減值撇賬所致。該等減值包括無形資產、商譽、其他無形資產及應收賬款。雖然物業、機器及設備折舊因上述收購中環物業而有所增加，並導致該等物業相關按揭所產生的融資成本增加，但有關影響被減值、僱員福利開支及其他經營開支減少之影響大幅抵銷。僱員福利開支減少主要由於回顧年度內並無股份補償支出所致。應佔聯營公司虧損亦見收窄。此外，由於出售若干固定資產、附屬公司、向聯營公司銷售軟件、投資物業升值及廣告服務收入增加而產生的其他收益及收入增加，業績因而得到改善。

流動資金及財務資源

本集團擁有穩健的流動資金及財務狀況。截至二零一一年十二月三十一日，本集團的股東資金約為137,000,000港元。截至二零一一年十二月三十一日，本集團之現金及銀行結餘約為46,300,000港元(二零一零年：約131,900,000港元)，當中約6,700,000港元乃代客戶以信託方式於獨立賬戶持有。董事會考慮手頭持有之流動資產後，認為本集團具備充裕的財政資源，以應付其持續營運要求。

本集團以本地業務交易產生之現金流量，以應付本地業務及投資所需，並藉此管理其海外業務在一般業務及投資中產生之外匯風險。於年終，本集團並無任何重大未對沖外匯風險或利率錯配情況。

CHIEF EXECUTIVE'S STATEMENT

行政總裁報告

FINANCIAL REVIEW (continued)

Capital Structure

As at the end of 2011, the total number of the Company's shares have been increased to 4,028,964,120 shares, after issue of 200,000,000 consideration shares as partial consideration for the acquisition of GoHi on 16 November 2007 pursuant to the Agreements as disclosed in the Company's circular dated 22 October 2007. The Company have also issued an aggregate of 800,000,000 unlisted but transferrable warrants. The exercise in full of these warrants would, under the present capital structure of the Company, result in the issue of 800,000,000 additional ordinary shares of the Company.

The Group had a secured bank borrowing, albeit repayable on demand, of approximately HK\$36.3 million as at the end of 2011 according to its rescheduled repayment date reaching over five years. The Company has given a corporate guarantee to the extent of HK\$57.1 million to a bank in respect of general banking facility granted to a subsidiary. However, no overdraft was drawn under this facility at the balance sheet date.

Stock Information and Research Services

The total fee income of the stock information and research services unit has significantly decreased to approximately HK\$ 5.5 million for the year, representing a decrease of approximately HK\$25.4 million or of approximately 82.2% compared with that of last year; this unit reported an operating loss before income tax expenses of approximately HK\$18.5 million, representing a decrease of approximately HK\$136.3 million or of approximately 88.0% compared with that of last year. It was mainly attributable to tightened policy of the PRC government on regulating the securities and investment consultancy sector of the PRC in which the Group operated, which is relatively less favourable to foreign enterprise's participation.

Brokerage and Trading Platform

Total turnover of this unit recorded was approximately HK\$ 7.1 million for the year ended 31 December 2011, compared with approximately HK\$ 14.4 million for the same period last year. The unit recorded a loss of approximately HK\$3.4 million compared with a loss of approximately HK\$2.2 million for the corresponding period. The loss has increased. It was due to rather poor performance of stock market during the year under review.

財務回顧(續)

股本結構

於二零一一年底，本公司根據二零零七年十月二十二日刊發的通函所披露的該等協議發行 200,000,000 股代價股份，作為二零零七年十一月十六日收購 GoHi 的部分代價，本公司股份總數因而增加至 4,028,964,120 股。本公司亦已發行合共 800,000,000 股非上市但可轉讓的認股權證。在本公司現有股本結構下，倘該等認股權證獲悉數行使，將導致本公司須發行 800,000,000 股額外的本公司股份。

於二零一一年底，本集團已抵押銀行借款約為 36,300,000 港元，須按要求償還，重訂還款期為五年以上。本公司已就一間附屬公司獲給予的一般銀行融資向一間銀行作出 57,100,000 港元公司擔保。然而，截至結算日並無於該融資提取任何透支金額。

股票資訊及研究服務

股票資訊及研究服務的總收費收入大幅跌至約 5,500,000 港元，相比去年下跌約 25,400,000 港元或約 82.2%。此業務錄得約 18,500,000 港元之稅前業務虧損，相比去年減少約 136,300,000 港元或約 88.0%。業務主要受中國政府加強監管證券及投資諮詢行業規管影響，而上述措施對外資機構尤其不利。

經紀及交易平台

截至二零一一年十二月三十一日止年度，此業務營業額為 7,100,000 港元，而去年同期約 14,400,000 港元。此業務錄得虧損約 3,400,000 港元，而去年同期則虧損約 2,200,000 港元。虧損擴大乃由於年內股市表現疲弱所致。

CHIEF EXECUTIVE'S STATEMENT

行政總裁報告

FINANCIAL REVIEW *(continued)*

Wealth Management Services

Since the market is poor, being affected by external factors, the total fee income of the wealth management division significantly decreased to approximately HK\$0.3 million for the year from approximately HK\$1.5 million for the same period last year. This unit recorded remained at a loss of approximately HK\$0.2 million for the year as in last year.

Corporate Finance Services

This segment remained inactive during the year under review.

Property Investments

A new income stream derived from leasing one of the properties acquired during the year under review. The income amounted to approximately HK\$1.0 million for the year. This unit recorded a profit of approximately HK\$1.3 million for the year.

CHARGES ON ASSETS

As at 31 December 2011, the Group had bank borrowings secured by charges over the Group's entire land and building and investment property and corporate guarantees executed by the Company (2010: Nil).

CONTINGENT LIABILITIES

As at 31 December 2011, the Group did not have any contingent liabilities (2010: Nil).

MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES/FUTURE PLAN FOR MATERIAL INVESTMENTS

There was no other material acquisition/disposal which would have been required to be disclosed under the GEM Listing Rules for the year under review. At present, the Group has no concrete plans for any material investments.

財務回顧(續)

財富管理服務

受外來因素影響，市場表現欠佳，財富管理服務業務的總收費收入由去年同期約1,500,000港元大幅減少至約300,000港元。年內，此業務仍然虧損約200,000港元，與去年相同。

企業融資服務

年內本集團並未就該業務錄得任何收入。

物業投資

物業投資乃出租年內收購的其中一項物業所產生的一項新收入來源。年內共錄得約1,000,000港元收入。年內，此業務錄得溢利約1,300,000港元。

資產抵押

於二零一一年十二月三十一日，本集團的銀行借款以集團所有土地及樓宇、投資物業及由本公司簽訂的公司擔保作擔保(二零一零年：無)。

或然負債

於二零一一年十二月三十一日，本集團並無任何或然負債(二零一零年：無)。

收購及出售附屬公司重大／未來重大投資計劃

本年度，本集團概無其他重大收購或出售事項須根據創業板上市規則予以披露。目前，本集團並無任何重大投資之具體計劃。

CHIEF EXECUTIVE'S STATEMENT

行政總裁報告

EMPLOYEE INFORMATION

As at 31 December 2011, the Group had a workforce of 114 employees (2010: 393). The total staff costs, including directors' emoluments, amounted to about HK\$16.8 million for the year ended 31 December 2011 (2010: approximately HK\$55.2 million).

The Group's remuneration policies are reviewed on an annual basis and commensurate with the industry pay level. The remuneration package includes basic salary, provident fund, medical benefits and discretionary bonus. The Group has also adopted a share option scheme as an added incentive for its employees. During the year, the Company had not granted any new share option to any director or employee.

OUTLOOK

In the coming year, with uncertainty about the stock market, the Group is optimistic. We will continue with our solid foundation in securities trade industry and related business. Subsequent to issue of warrants, the Group has successfully refreshed the general mandate to issue, allot and deal with up to over 965 million new shares upon independent shareholders' approval in an extraordinary general meeting convened in February 2012. The refreshment will provide the Group with flexibility to raise additional fund as general working capital or to capture fund raising opportunities, without interest payment obligation, as well as potential business opportunities which may arise from time to time. The Group is actively looking at several other projects which are of potentials in contributing profits and value to the shareholders. In the meantime, the Group has successfully been granted license of futures trading from the regulatory body to enhance our business potential in derivative trading in addition to the present stock brokerage business. Coupled with our connectivity in China and business relationship with our precious clients, and our current healthy liquidity and financial position, the Group is positioned to deliver better results in the future.

I would like to take this opportunity to thank our shareholders, Board of Directors, our staff and business partners for their continuous support and commitment.

By order of the Board
Lee Yiu Sun
Chief Executive Officer
Hong Kong, 23 March 2012

僱員資料

於二零一一年十二月三十一日，本集團聘用114名僱員(二零一零年：393名)。截至二零一一年十二月三十一日止年度，員工成本(包括董事薪酬)合共約16,800,000港元(二零一零年：約55,200,000港元)。

本集團每年均就薪酬政策作出檢討，務求薪酬水準跟業界一致。薪酬福利包括基本薪金、公積金、醫療福利及酌情花紅。本集團亦採納購股權計劃作為對其員工之額外獎勵。於本年度內，本公司並無向任何董事或僱員發放任何新的認股權。

前景

來年，雖然股市充滿不明朗因素，但本集團對前景仍然抱持樂觀態度。集團將會繼續在證券買賣行業及相關業務的穩固基礎上運作。發行認股權證後，本集團於二零一二年二月舉行的股東特別大會上獲得獨立股東批准，成功更新發行、配發及處理不超過965,000,000股新股份的一般授權，讓本公司能靈活地募集額外資金作為一般營運資金之用，或把握任何不時出現之潛在業務機遇，而毋須承擔支付利息的責任。本集團亦正密切留意若干其他可望為股東帶來利潤及價值的項目。同時，本集團已獲監管機構發牌從事期貨買賣，以加強本集團衍生工具買賣及現有股票經紀業務的商業發展潛力。加上本集團於中國的網絡聯繫及與尊貴客戶的業務關係，以及我們現有的健康流動資金水平及財務狀況，本集團已佔據有利位置，在未來再創佳績。

本人謹藉此機會向股東、董事會、員工及業務夥伴對本集團不斷支持及貫徹承諾致以感謝。

承董事會命
行政總裁
李耀新
香港，二零一二年三月二十三日

DIRECTORS AND SENIOR MANAGEMENT PROFILE

董事及高級管理人員履歷

EXECUTIVE DIRECTORS

Mr Wang Wenming, aged 49, is the Director and Chief Executive Officer of 首華證券諮詢(深圳)有限公司 (First China Securities Consultancy (Shenzhen) Co., Ltd) (“First China Shenzhen”), one of China’s leading stock information services companies. Prior to that, Mr Wang had established (i) 深圳市廣信投資有限公司 (Shenzhen Guangxin Investment Co., Ltd) which is an investment company, (ii) 深圳富盟網絡技術有限公司 (Shenzhen Wealth Alliance Networking Co., Ltd) which is an I.T. network company, and (iii) 深圳畫天影視文化傳播有限公司 (Shenzhen Sky Picture Communications Co., Ltd) which is an audio and video production company. Since the appointment of Mr. Wang Wenming as the Director of First China Shenzhen, under his leadership, First China Shenzhen has achieved growing revenue, profits, and industry recognition. As a result, First China Shenzhen was selected by the Futian District Government of the Shenzhen Municipality as one of “Shenzhen Futian District’s Top 100 Taxpaying Enterprises” in 2003 and 2004 with annual tax payment of over RMB10,000,000. Due to Mr Wang’s excellent capability and great contribution to the Shenzhen Municipality, he has been elected as a Congressman of the 4 term of the People’s Congress for Shenzhen Municipality, and Deputy Chairman of both the Enterprise Alliance Association and the Entrepreneur Association of Futian District of Shenzhen Municipality, China since 2005. In 2006, Mr Wang was also selected by the Shenzhen Municipal Party Committee as “Entrepreneur that Supports Party’s Development”.

Mr Lee Yiu Sun, aged 54, is the Chief Executive Officer of the Company and joined the Group in May 2000. Mr Lee has over 20 years of experience in the securities and financial service sector. Starting from 1998, Mr Lee is the committee member of Election Committee of Hong Kong for Legislative Council and Chief Executive. Since 2008, Mr Lee is the member of Financial Services Advisory Committee of Trade Development Council. From 2009, Mr Lee is being the committee member of Guangdong’s Association for Promotion of Cooperation between Guangdong, Hong Kong & Macao, the Perm. Honorary President of Hong Kong Securities Association. Mr Lee was formerly the Managing Director of Celestial Asia Securities Holdings Limited. Mr Lee was a Council Member of the Stock Exchange of Hong Kong Limited from 1997 to 1999 and a Committee Member of the Chinese Gold and Silver Exchange Society from 1994 to 1999. Mr Lee was also the member of the Banking and Financial Services Training Board of Vocational Training Centre in Hong Kong

執行董事

王文明先生，49歲，為首華證券諮詢(深圳)有限公司(「深圳首華」)之董事長兼首席執行官，該公司為中國其中一家主要股票資訊服務公司。在此之前，王先生曾成立(i) 深圳市廣信投資有限公司(一家投資公司)；(ii) 深圳富盟網絡技術有限公司(一家資訊科技網絡公司)；及(iii) 深圳畫天影視文化傳播有限公司(一家影音製作公司)。自王文明先生獲委任為深圳首華之董事長後，在彼領導下，深圳首華之收益及溢利均持續增長，並廣受業界認同。因此，深圳首華於二零零三年及二零零四年獲深圳市福田區政府評選為「福田區納稅百佳」，每年繳納稅款逾人民幣10,000,000元。由於王文明先生的傑出能力及對深圳市特區政府的巨大貢獻，彼自二零零五年起獲選為深圳市第四屆人大代表、中國深圳市福田區企業家協會副會長及中國深圳市福田區企業聯合會副會長。於二零零六年，王文明先生亦獲深圳市委評為「支援黨建工作企業家」。

李耀新先生，54歲，本公司行政總裁，於二零零零年五月加入本集團。李先生在證券及金融服務業累積逾20年經驗。一九九八年至今，任香港立法會及行政長官選舉委員會委員，自二零零八年起，李先生出任香港貿易發展局金融服務業諮詢委員會委員。並於二零零九年為廣東省粵港澳合作促進會名譽常務理事，同時也是香港證券業協會永遠名譽會長。李先生曾任時富投資集團有限公司之董事總經理。李先生於一九九七年至一九九九年出任香港聯合交易所有限公司理事會理事，一九九四年至一九九九年則任香港金銀業貿易場理監事會成員，二零零零至二零零七年曾任香港職業訓練局銀行及金融業訓練委員會委員，二零零八至二零一零年曾任證券及期貨事務監察委員會投資者教育諮詢委員會委員，彼自二零零七年至二零

DIRECTORS AND SENIOR MANAGEMENT PROFILE

董事及高級管理人員履歷

from 2000 to 2007 and the member of Investors Education Advisory Committee of Securities and Futures Commission from 2008 to 2010. He was the Chairman of the Hong Kong Stockbrokers Association from 2007 to 2009. Mr Lee holds a Master of Arts Degree in Accounting and Finance, and is an associate member of the Chartered Institute of Management Accountants and a fellow member of the Hong Kong Institute of Certified Public Accountants.

NON-EXECUTIVE DIRECTOR

Mr Liu Runtong, aged 38, obtained Bachelor Degree from Department of Chinese of Nankai University in 1996 and world economy postgraduate diploma from Jilin University in 2002. He also holds qualifications of economist, registered securities investment consulting analyst and registered insurance broker issued by various professional organizations in China. Since June 2008, Mr Liu has been the executive vice president of 首華證券諮詢(深圳)有限公司, a PRC subsidiary of the Company. From 1 January 2010, he is the vice president of “First China Global Wealth Management Company Limited” (a subsidiary of the Company and formerly known as “First China Ta Yu Global Wealth Management Limited”). From May 2007 to September 2008, he was the president of 首華保險經紀有限公司 (formerly a PRC subsidiary of the Company before March 2011, which name had been known as 深圳首華康宏保險經紀有限公司 and subsequently known as 深圳市安和信保險經紀有限公司). For the past 13 years, Mr Liu has held different positions in various financial media institutions and financial services institutions in Mainland China. During his tenure from 1998 to 2002 as a responsible person for marketing the newspaper “Securities Times”, he participated in establishing the “Panorama Network” (www.p5w.net), a well known securities website in China and acted as its major responsible person. In 2000, he acted as consultant in establishing and operating the program “Securities Times” produced by “China Central Television”. From 2002 to 2007, he served as “Program Supervisor” in “Shenzhen Stock Exchange Shenzhen Securities Information Co., Ltd”, where he participated in setting up and managing “Trading Day”, the 24-hour PRC program regarding securities. Because of his outstanding performance, he was elected as one of the “Ten Best Staff” of the “Shenzhen Stock Exchange” in 2004. Mr Liu had 13 years of management experience in financial multimedia platform and financial services industry in China.

零九年擔任香港證券經紀業協會主席。李先生持有會計及財務文學碩士學位，為英國特許管理會計師公會會員及香港會計師公會資深會員。

非執行董事

劉潤桐先生，38歲，一九九六年畢業於南開大學中文系，取得學士學位，二零零二年以研究生畢業於吉林大學世界經濟專業。持有由中國各專業團體發出的經濟師、註冊證券投資諮詢分析師、註冊保險經紀人等資格。自二零零八年六月起，劉先生已成為首華證券諮詢(深圳)有限公司(本公司之國內附屬公司)常務副總裁。由二零一零年一月起，彼為首華環球理財有限公司(本公司之附屬公司，前稱「首華大鈺環球理財有限公司」)之副總裁。由二零零七年五月起至二零零八年九月，彼為深圳首華保險經紀有限公司(於二零一一年三月前為本公司之國內附屬公司，曾更名稱為深圳首華康宏保險經紀有限公司及後深圳安和信保險經紀有限公司)之總裁。於過去13年，劉先生曾在中國大陸多家財經證券媒體、金融服務機構任職，一九九八年至二零零二年任職於《證券時報》市場部負責人期間，他曾參與創辦國內知名證券網站「全景網」(www.p5w.net)，並出任主要負責人，二零零零年為「中國中央電視台」所製作之《證券時間》節目出任顧問，二零零二年至二零零七年於「深圳交易所深圳證券資訊有限公司」出任「視訊部總監」，參與創辦並運營國內二十四小時全天候證券視訊節目《交易日》，因取得傑出業績，於二零零四年被選為「深圳證券交易所」「十佳員工」之一。劉先生於國內財經證券多媒體平台及金融服務行業擁有13年豐富管理經驗，其參與創辦的多種財經媒體平台均取得優良業績。

DIRECTORS AND SENIOR MANAGEMENT PROFILE

董事及高級管理人員履歷

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr Tony I Tong, aged 44, is presently a director and Chairman of the Audit Committee at First China Financial Network 8123. Mr Tong currently also serves as Consultant of Guangdong Dena Law Firm and Director of Shenzhen Dena Management Consulting Co. Ltd. Mr Tong graduated from the University of Minnesota with a Bachelor Degree in Mechanical-Industrial Engineering. Previously Mr Tong served as Consultant at Andersen Consulting (now known as Accenture), Adjunct Professor at the University of Minnesota USA, and a fellow of the Hong Kong Institute of Directors. Mr Tong is the inventor of "Internet Work Flow System" (US Patent Number 6,012,066) and is a frequent speaker on technology investment. Mr Tong has over 20 years of experience in management consulting, financing and technology investment in USA and China. He is co-founder of Pacific Financial Services Ltd and PacificnetVentures.com, a renowned venture capital investor in China. Mr Tong was CEO and director of Pacificnet (Nasdaq listed) from 2000 to 2007, and an independent non-executive director and a member of the Audit Committee of Garron International Limited (HKSE stock code: 1226) from 2007 to 2010. Mr Tong was named "Asian Gaming 50" by Inside Asian Gaming Magazine in 2008.

Mr Li Jianxing, aged 53, graduated from Shanghai Maritime University with a bachelor degree in accounting. He also received a Master Degree in Business Administration from Canisius College of Buffalo. Mr Li has over 20-year experience working experience in the field of accounting and corporate finance and has substantial experience in management in various listed companies, investment business, investor relations and project management. He was the senior manager of both the Investment Department and Finance Department of China Everbright Holdings Co., Ltd from April 1998 to June 2000. He served as the Chief Finance Officer for Intermost Corporation from 1999 to 2003. From April 2003 to February 2004, he was a General Manager Investor Relations in China Resources Power Holdings Co., Ltd. He has been a Director of Concord Investment Holdings Limited since 2004.

獨立非執行董事

唐儀先生，44歲，為首華財經網絡集團8123董事兼審核委員會主席，亦現任廣東德納律師事務所顧問及深圳德納管理顧問有限公司董事；唐儀畢業於美國明尼蘇達大學獲機械—工業工程學學位。唐先生曾在美國安達信顧問公司 Andersen Consulting (今為埃森哲 Accenture) 任管理顧問，亦曾擔任美國明尼蘇達大學之特邀教授及香港董事學會資深會員。唐先生是一項名為「互聯網工作流系統」(美國專利編號 6,012,066)之發明者及經常擔任技術投資類之演講者。唐先生於中美管理諮詢、融資及科技投資方面擁有20多年豐富經驗，他是太平洋國際財務有限公司(Pacific Financial Services Ltd)及一家於中國領先的風險投資—太平洋投資管理有限公司PacificnetVentures.com之聯合創始人。唐先生由二零零零年至二零零七年曾於太平洋商業網絡有限公司(一家在美國納斯達克上市的公司)擔任行政總裁及董事，並由二零零七年至二零一零年於嘉禹國際有限公司(香港聯交所股份代號：1226)擔任獨立非執行董事及審核委員會成員。唐先生曾於二零零八年被Inside Asian Gaming Magazine評選為「亞洲遊戲業50位傑出人物榜」。

李建行先生，53歲，畢業於上海海運學院取得會計學士學位。並於美國紐約卡尼修斯學院(Canisius College)，取得工商管理碩士學位。李先生擁有於會計及企業融資行業超過20年的經驗，在多家上市公司擁有豐富的管理、投資業務、投資者關係及項目管理方面之經驗。由一九九八年四月份至二零零零年六月份，彼曾為中國光大集團有限公司投資部門及財務部門的高級經理。由一九九九年至二零零三年，彼曾擔任Intermost Corporation之首席財務總監。由二零零三年四月至二零零四年二月份，彼為華潤電力控股有限公司投資者關係總經理。自二零零四年起，彼為協力投資控股有限公司的一位董事。

DIRECTORS AND SENIOR MANAGEMENT PROFILE

董事及高級管理人員履歷

Professor Zhang Benzhen, aged 72, graduated with a Bachelor Degree from the Faculty of Engineering Physics of the Tsinghua University in 1965. He was a visiting scholar in the Brookhaven National Laboratory of USA and the Stuttgart University of Germany. He was the vice director of the Tsinghua University R&D department and the general manager of Tsinghua University Science and Technology Corporation. During the period from 1999 to 2002, he held various senior positions in two companies listed on the Shenzhen Stock Exchange, namely Tsinghua Unisplendour Limited and Tsinghua Unisplendour Guhan Group Corporation. He was the chairman and legal representative of Tsinghua Unisplendour Guhan Group Corporation and president of Tsinghua Unisplendour Limited before he left these companies in 2002. He then joined Tsinghua Unisplendour (Group) Corporation in 2002 and was its president until 2004. Professor Zhang is currently the general vice president and secretary of the Beijing Non-Governmental Science & Technology Entrepreneurs Association. With his remarkable business leadership as well as exploratory initiatives, Professor Zhang had made tremendous contribution to the companies he worked for. He has not only gained compliments from the society at large, but has also won a series of honors. In 1997, Professor Zhang received the national prize of “The Third Term Science and Technology Light Award for Outstanding Scientific and Technological Entrepreneur”. In 2000, he won the “Hong Kong Bauhinia Cup Outstanding Entrepreneur Award” and the “Entrepreneurial Talent” award issued by the Beijing Non-Governmental Science and Technology Entrepreneurs Association. In 2002, he was selected as the first lot of “Zhongguan Village Outstanding Entrepreneurs”. Prof Zhang is currently an independent director of Beijing Lanxum Technology Co., Ltd (a company listed on Shenzhen Stock Exchange, Stock Code: 300010).

Mr Chen Shu Wen, aged 57, graduated from 東北財經大學 (Dongbei University of Finance and Economics) with a bachelor degree in Economics and obtained a master degree and a PhD in Economics from 吉林大學 (Jilin University). He is a qualified PRC lawyer currently practising at 遼寧天合律師事務所 (Liaoning Tianhe Law Firm). Mr Chen has substantial management and leadership experience serving in the PRC government. He commenced his career as the Deputy County Chief (of the Benxi Manchu Autonomous County, Liaoning Province, PRC, in 1992 and became the Director (主任) of 本溪市經濟體制改革委員會 (Benxi City Commission for Restructuring the Economic Systems) from 1995. He was the Director General (主任) of 本溪市對外經濟貿易合作委員會 (Benxi Foreign Trade & Economic Cooperation Committee) from 1998 until 2001. Since 2003, Mr Chen has been the professor and the tutor for doctorate students at 大連理工大學管理學院 (Faculty of Management and Economics of Dalian University of Technology). He is currently a director of 營口港務股份有限公司 (Yingkou Port Liability Co., Ltd) (Shanghai Stock Exchange Stock Code: 600317).

張本正教授，72歲，一九六五年畢業於清華大學工程物理系，取得學士學位。張教授曾為美國Brookhaven National Laboratory及德國斯圖加特大學訪問學者，亦曾擔任清華大學科研處副處長及清華大學科技開發總公司總經理。一九九九年至二零零二年間，他分別在深圳交易所上市之清華紫光股份有限公司和清華紫光古漢集團股份有限公司擔任多項要職。在二零零二年離開此兩家公司前，他的職位分別為清華紫光古漢集團股份有限公司之董事長及法人代表以及清華紫光股份有限公司之總裁。在二零零二年，他出任清華紫光(集團)總公司總裁，直至二零零四年。張教授現為北京民協常務副會長兼秘書長。張教授憑其卓越的商業領導才能和開拓進取精神，為其任職的企業作出了巨大的貢獻，不但贏得了社會的廣泛讚許，更獲取一系列的榮譽。一九九七年張教授榮獲「全國第三屆科技之光優秀科技企業家獎」；二零零零年獲「香港紫荊花杯傑出企業家成就獎」和中國民協頒發的「創業英才」獎；二零零二年又被評為中國關村首批「優秀企業家」。張教授現任北京立思辰科技股份有限公司(一家於深圳交易所上市的公司，股份代號：300010)之獨立董事。

陳樹文先生，57歲，畢業於東北財經大學並擁有經濟學學士資格，並於吉林大學取得經濟學碩士及博士學位。彼為合資格中國律師並於遼寧天合律師事務所執業。陳先生於中國政府工作擁有多年管理及領導經驗。彼於一九九二年開展了其職業生涯並成為遼寧省本溪滿族自治縣人民政府副縣長，其後於一九九五成為本溪市經濟體制改革委員會主任。由一九九八至二零零一年，彼為本溪市對外經濟貿易合作委員會主任。自二零零三年起，陳先生在大連理工大學管理學院任教授及為博士生導師。陳教授現為營口港務股份有限公司(上海證券交易所證券代碼：600317)董事。

DIRECTORS' REPORT

董事會報告

The Directors are pleased to present their annual report together with the audited financial statements of the Company and the Group for the year ended 31 December 2011.

CORPORATE INFORMATION

The Company was incorporated on 24 May 2001 as an exempted company with limited liability in the Cayman Islands under the Company Law of Cayman Islands.

PRINCIPAL ACTIVITIES

The Company is an investment holding company. The principal activities and other particulars of the Company's subsidiaries are set out in Note 21 to the financial statements.

RESULTS AND DIVIDENDS

The results of the Group for the year ended 31 December 2011 are set out in the Consolidated Statement of Comprehensive Income on pages 36 to 37.

The Directors do not recommend the payment of a dividend nor transfer of any amount to reserves for the year ended 31 December 2011 (2010: Nil).

PROPERTY, PLANT AND EQUIPMENT

Details of the movements in property, plant and equipment of the Group and the Company during the year are set out in Note 17 to the financial statements.

SHARE CAPITAL

Details of the movements in share capital of the Company are set out in Note 32 to the financial statements.

DISTRIBUTABLE RESERVES

Under the Companies Law of the Cayman Islands, the share premium of the Company is available for distribution as dividends to its shareholders subject to the provisions of its Memorandum and Articles of Association and a statutory solvency test. In accordance with Article 137 of the Articles of Association of the Company, dividends may be declared and paid out of the profits of the Company or from any reserves set aside from profits which the Directors determine to be no longer needed. With the sanction of an ordinary resolution, dividends may also be declared or paid out of share premium account. Accordingly, the Company's reserves available for distribution was HK\$Nil as at 31 December 2011.

董事欣然提呈其年度報告以及本公司及本集團截至二零一一年十二月三十一日止年度之經審核財務報表。

企業資料

本公司於二零零一年五月二十四日根據開曼群島公司法在開曼群島註冊成立為獲豁免有限公司。

主要業務

本公司為投資控股公司，其附屬公司之主要業務及其他詳情載於財務報表附註21。

業績及股息

本集團截至二零一一年十二月三十一日止年度之業績載於第36頁至37頁之綜合全面收入報表內。

董事不建議就截至二零一一年十二月三十一日止年度派付股息或轉撥任何款項往儲備(二零一零年：無)。

物業、機器及設備

本集團及本公司於年內之物業、機器及設備變動詳情載於財務報表附註17。

股本

本公司股本變動詳情載於財務報表附註32。

可供分派儲備

根據開曼群島公司法，倘符合本公司之公司組織章程大綱及細則的規定和法定償債能力測試，本公司股份溢價可供派息予股東。根據本公司之公司組織章程細則第137條，股息可自本公司溢利或從溢利劃撥而董事認為再無需要的任何儲備中宣派及派付。倘透過普通決議案批准，本公司可自股份溢價賬宣派或派付股息。因此，於二零一一年十二月三十一日，本公司可供分派儲備為零港元。

DIRECTORS' REPORT

董事會報告

DIRECTORS

The Directors of the Company during the year and up to the date of this report were as follows:

Executive Directors

Wang Wenming (*Chairman*)

Lee Yiu Sun (*Chief Executive Officer*)

Non-executive Director

Liu Runtong

Independent Non-executive Directors

Zhang Benzhen

Tsang Hing Lun (resigned on 6 January 2011)

Zhang Fei Ze (resigned on 28 March 2011)

Tony I Tong (appointed on 28 March 2011)

Li Jianxing (appointed on 28 March 2011)

Wu Du Yong (appointed on 20 May 2011,

and resigned on 21 June 2011)

Chen Shu Wen (appointed on 23 September 2011)

In accordance with Article 87(1) of the Company's Articles of Association, the Directors retiring by rotation at the forthcoming annual general meeting are Mr Wang Wenming and Mr Lee Yiu Sun. In accordance with Article 86(3), Mr Chen Shu Wen, being appointed by the Directors after the Company's last annual general meeting held on 28 June 2011, will hold office until the annual general meeting. All three directors are being eligible for re-election and will offer themselves for re-election at the forthcoming annual general meeting. The remaining Directors shall continue to hold office.

DIRECTORS' SERVICE CONTRACTS

None of the Directors proposed for re-election at the forthcoming annual general meeting has a service contract with the Company or any of its subsidiaries which is not determinable by the employing company within one year without payment of compensation other than statutory compensation.

董事

年內及截至本報告日期之本公司在任董事如下：

執行董事

王文明(主席)

李耀新(行政總裁)

非執行董事

劉潤桐

獨立非執行董事

張本正

曾慶麟(於二零一一年一月六日辭任)

張飛澤(於二零一一年三月二十八日辭任)

唐儀(於二零一一年三月二十八日獲委任)

李建行(於二零一一年三月二十八日獲委任)

吳篤泳(於二零一一年五月二十日獲委任

及於二零一一年六月二十一日辭任)

陳樹文(於二零一一年九月二十三日獲委任)

根據本公司之公司組織章程細則第87(1)條，於應屆股東週年大會輪值告退之董事為王文明先生及李耀新先生。此外，陳樹文先生於二零一一年六月二十八日所舉行之本公司股東週年大會後被委任為董事，故依照本公司章程第86(3)條規定，其任期於應屆股東週年大會屆滿。三位董事皆符合資格並願意於應屆股東週年大會重選連任。其餘董事則繼續留任。

董事服務合約

擬於應屆股東週年大會重選連任之董事概無與本公司或其任何附屬公司訂有聘用公司不可於一年內在毋須作出賠償(法定賠償除外)情況下終止之服務合約。

DIRECTORS' REPORT

董事會報告

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY

As at 31 December 2011, the interests or short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they are taken or deemed to have taken under such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange, were as follows:

(a) Long positions in shares of the Company

董事及行政總裁於本公司股份、相關股份及債券之權益及淡倉

於二零一一年十二月三十一日，董事及本公司行政總裁在本公司或其任何相聯法團（定義見證券及期貨條例第XV部）之股份、相關股份及債券中，擁有根據證券及期貨條例第XV部第7及8部分已知會本公司及聯交所之權益或淡倉（包括根據證券及期貨條例有關條文彼等被當作或視作擁有之權益或淡倉），或根據證券及期貨條例第352條須記錄於該條所述登記冊內之權益或淡倉，或根據創業板上市規則第5.46至5.67條須知會本公司及聯交所之權益或淡倉如下：

(a) 於本公司股份之好倉

Name of Director 董事姓名	Number of shares 股份數目			Approximate percentage of shareholding 概約持股百分比
	Personal Interests 個人權益	Corporate Interests 公司權益	Total 總數	
Wang Wenming (Note 1) 王文明(附註1)	595,328,957	—	595,328,957	14.78%
Lee Yiu Sun 李耀新	110,060,000	—	110,060,000	2.73%
Liu Runtong 劉潤桐	2,646,000	—	2,646,000	0.07%

Notes:

- (1) Mr. Wang Wenming held 450,212,307 shares of the Company. Ms. Chen Dongjin, the spouse of Mr. Wang Wenming, held 145,116,650 shares of the Company. As such, Mr. Wang Wenming was deemed to be interested in 595,328,957 shares of the Company.

附註：

- (1) 王文明先生持有450,212,307股本公司股份。王文明先生之配偶陳冬瑾女士持有145,116,650股本公司股份。因此，王文明先生被視為持有595,328,957股本公司股份之權益。

DIRECTORS' REPORT

董事會報告

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY (continued)

董事及行政總裁於本公司股份、相關股份及債券之權益及淡倉(續)

(b) Long positions in underlying shares of the Company

(b) 於本公司相關股份之好倉

(i) Share option scheme of the Company

Pursuant to the share option scheme adopted by the Company on 17 December 2001 (the "Share Option Scheme"), the Directors and chief executive were granted share options to subscribe for shares of the Company, the details of which as at 31 December 2011 are as follows:

(i) 本公司購股權計劃

根據本公司於二零零一年十二月十七日採納之購股權計劃(「購股權計劃」)，董事與行政總裁獲授購股權認購本公司股份，於二零一一年十二月三十一日之詳情如下：

Name of Director	Date of grant	Exercise price	Exercisable period	Number of share options			Outstanding as at 31 December 2011
				Outstanding as at 1 January 2011	Exercised during the year	Lapsed during the year	
董事名稱	授出日期	行使價	行使期間	於二零一一年一月一日尚未行使	年內行使	年內失效	於二零一一年十二月三十一日尚未行使
Mr. Wang Wenming 王文明先生	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	11,682,577	—	—	11,682,577
Mr. Lee Yiu Sun 李耀新先生	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	31,861,575	—	—	31,861,575
Mr. Lee Yiu Sun 李耀新先生	5 September 2007 二零零七年九月五日	HK\$0.215 0.215港元	05/09/2007-04/09/2017 二零零七年九月五日至二零一七年九月四日	4,248,210	—	—	4,248,210
Mr. Liu Runtong 劉潤桐先生	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	31,861,575	—	—	31,861,575
Dr. Tsang Hing Lun 曾慶麟博士	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	3,186,158	—	(3,186,158) (附註2) (附註2)	—
Professor Zhang Benzhen 張本正教授	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	2,124,105	—	—	2,124,105

Notes:

- (2) with effect from 6 January 2011, Dr Tsang Hing Lun resigned as an independent non-executive director of the Company, member of the Audit Committee, Remuneration Committee and Nomination Committee. Accordingly his entitlement to share option lapsed on the same date. Reference is made to the announcement dated 7 January 2011.

附註：

- (2) 從二零一一年一月六日起，曾慶麟博士辭任本公司獨立非執行董事、審核委員會成員、薪酬委員會成員及提名委員會成員。因此，其獲授之購股權於同日失效。請參閱日期為二零一一年一月七日之公佈。

DIRECTORS' REPORT

董事會報告

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY (continued)

(b) Long positions in underlying shares of the Company (continued)

(ii) Agreement and Subscription Agreement involving granting of share options

Pursuant to the Agreement dated 11 July 2007 and the Supplementary Agreement dated 30 July 2007 relating to the acquisition of the entire shareholding of GoHi Holdings Limited (collectively the "Agreements"), the Company granted to Mr. Wang Wenming an option to subscribe for 20,000,000 shares of the Company at an exercise price of HK\$0.15 per share in each of the 12-month periods ending 30 June 2008, 2009 and 2010 respectively (i.e. a maximum of 60,000,000 shares) subject to the fulfillment of certain conditions as stipulated in the Agreements. With the fulfillment of the said conditions for the 12-month period 30 June 2008, an option to subscribe for 20,000,000 shares was granted to Mr Wang Wenming who exercised the options and was allotted 20,000,000 shares on 15 January 2009.

With the fulfillment of the said conditions for the 12-month period 30 June 2009, another option to subscribe for 20,000,000 shares was granted to Mr. Wang Wenming who exercised the option and was allotted 20,000,000 shares on 26 February 2010. Since the said conditions for the 12-month period 30 June 2010 was not fulfilled, accordingly, pursuant to the aforesaid Agreements, the remaining option to subscribe for 20,000,000 shares of the Company was not granted and has lapsed as at 31 December 2011.

Save as disclosed above, at no time during the year was the Company or any of its subsidiaries a party to any arrangements to enable the Directors or chief executive to acquire benefits by means of the acquisition of shares in, or debt securities (including debentures) of, the Company or any other body corporate and neither the Directors, nor the chief executive, nor any of their respective spouses or children under the age of 18, had any right to subscribe for the securities of the Company, or had exercised any such right during the year.

董事及行政總裁於本公司股份、相關股份及債券之權益及淡倉(續)

(b) 於本公司相關股份之好倉(續)

(ii) 涉及授出購股權之協議及認購協議

根據日期分別為二零零七年七月十一日及二零零七年七月三十日有關收購GoHi Holdings Limited全部股權之協議及補充協議(統稱「該等協議」),本公司向王文明先生授出購股權,可於該等協議所訂明之若干條件獲達成後,分別於截至二零零八年、二零零九年及二零一零年六月三十日止各個十二個月期間,按行使價每股0.15港元認購20,000,000股本公司股份(即最多為60,000,000股)。由於上述有關截至二零零八年六月三十日止十二個月期間之若干條件已經達成,本公司已向王文明先生授出可認購20,000,000股股份之購股權,彼已於二零零九年一月十五日行使購股權並獲配發20,000,000股股份。

由於上述有關截至二零零九年六月三十日止十二個月期間之若干條件已經達成,本公司已另行向王文明先生授出可認購20,000,000股股份之購股權,彼已於二零一零年二月二十六日行使購股權並獲配發20,000,000股股份。由於上述有關截至二零一零年六月三十日止十二個月期間之若干條件尚未達成,因此,根據前述之該等協議,餘下可認購20,000,000股本公司股份之購股權並無授出,並已於二零一一年十二月三十一日失效。

除上文披露者外,本公司或其任何附屬公司於年內任何時間概無訂立任何安排,致使董事或行政總裁可透過購入本公司或任何其他法人團體之股份或債務證券(包括債券)而獲益,亦無董事、行政總裁或任何彼等各自之配偶或十八歲以下子女擁有任何可認購本公司證券之權利或於年內行使任何該等權利。

DIRECTORS' REPORT

董事會報告

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY (continued)

董事及行政總裁於本公司股份、相關股份及債券之權益及淡倉(續)

(c) Short positions in underlying shares of the Company

(c) 於本公司相關股份之淡倉

Name of Director 董事姓名	Number of shares 股份數目		Approximate percentage of shareholding 概約持股百分比
	Personal Interests 個人權益	Corporate Interests 公司權益	
Lee Yiu Sun 李耀新	50,000,000 (Note 3) (附註3)	—	1.24%

Note:

- (3) Pursuant to an option deed dated 31 August 2005, Asia Network Holdings Limited entered into an option deed with Mr. Lee Yiu Sun ("Mr. Lee") whereby Mr. Lee granted Asia Network Holdings Limited an option to purchase all or part of his 50,000,000 shares in the Company at such time and such price when Mr. Lee intends to transfer or dispose of all or part of the shares to any person during the period commencing on 31 August 2005 till the date when Mr. Lee ceases to be interested in the shares.

附註：

- (3) 根據日期為二零零五年八月三十一日之購股權契據，Asia Network Holdings Limited已與李耀新先生(「李先生」)訂立購股權契據，據此，李先生授予Asia Network Holdings Limited購股權，可於二零零五年八月三十一日起至李先生不再擁有股份權益當日止期間擬轉讓或出售全部或部分股份予任何人士時，以有關價格購入李先生持有之50,000,000股本公司股份之全部或任何部份。

Save as disclosed above, during the year, none of the Directors nor the chief executive of the Company had or was deemed to have any interests and short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which were required (i) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) are required, pursuant to section 352 of the SFO, to be entered into the register referred to therein; or (iii) are required, pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange.

除上文所披露外，於本年度，概無董事或本公司行政總裁於本公司或其相聯法團(定義見證券及期貨條例第XV部)之股份、相關股份或債券中擁有或被視為擁有任何權益或淡倉，而(i)根據證券及期貨條例第XV部第7及8部份須知會本公司及聯交所(包括彼等根據證券及期貨條例有關條文被當作或視為擁有之權益及淡倉)；或(ii)根據證券及期貨條例第352條須記入該條所述登記冊；或(iii)根據創業板上市規則第5.46至5.67條須知會本公司及聯交所。

DIRECTORS' REPORT

董事會報告

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

So far as is known to any Directors of the Company, as at 31 December 2011, the following persons (not being a Director of the Company) had interests in the shares or underlying shares which were notified to the Company and the Stock Exchange pursuant to the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register required to be kept under section 336 of the SFO:

(a) Long positions in shares of the Company

Name of shareholders 股東名稱	Capacity 身份	Number of shares 股份數目	Approximate percentage of shareholding 概約持股百分比
Wang Wenming and Chen Dongjin (Note 1) 王文明及陳冬瑾(附註1)	Beneficial owners 實益擁有人	595,328,957 (Note 1) (附註1)	14.78%
Wang Jia Wei (Note 2) 王嘉偉(附註2)	Beneficial owners 實益擁有人	202,043,628	5.01%

Notes:

- (1) Ms Chen Dongjin held 145,116,650 shares of the Company. Ms. Chen Dongjin is the spouse of a director of the Company, Mr. Wang Wenming, who held 450,212,307 shares of the Company. As such, they were deemed to be collectively interested in 595,328,957 shares of the Company.
- (2) Mr Wang Jia Wei is the son of Mr Wang Wenming

附註：

- (1) 陳冬瑾女士持有 145,116,650 股本公司股份。陳冬瑾女士為本公司董事王文明先生之配偶，而王文明先生持有 450,212,307 股本公司股份。因此，彼等被視為共同持有 595,328,957 股本公司股份。
- (2) 王嘉偉先生為王文明先生之兒子。

(b) Long positions in underlying shares of the Company

Name of shareholders 股東名稱	Capacity 身份	Number of shares 股份數目	Approximate percentage of shareholding 概約持股百分比
Wang Wenming and Chen Dongjin 王文明及陳冬瑾	Beneficial owners 實益擁有人	11,682,577 (Note 3) (附註3)	0.29%

主要股東及其他人士於本公司股份及相關股份之權益及淡倉

據本公司董事所知，於二零一一年十二月三十一日，按根據證券及期貨條例第 336 條存置之登記冊所記錄，下列人士（並非本公司董事）於股份或相關股份中，擁有已遵照證券及期貨條例第 XV 部第 2 及 3 分部條文知會本公司及聯交所之權益：

(a) 於本公司股份之好倉

(b) 於本公司相關股份之好倉

DIRECTORS' REPORT

董事會報告

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY *(continued)*

(b) Long positions in underlying shares of the Company *(continued)*

Note:

- (3) Pursuant to the Share Option Scheme, Mr Wang Wenming was granted on 13 April 2010 share options, the number of shares underlying which was adjusted on 15 June 2010, to subscribe for 11,682,577 shares of the Company. Ms. Chen Dongjin is the spouse of Mr Wang Wenming so they were deemed to be collectively interested in the share options to subscribe for 11,682,577 shares of the Company.

Save as disclosed above, as at 31 December 2011, the Company had not been notified of any other person (other than the Directors whose interests are set out in the section "Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures" above) who had an interest or short position in the shares or underlying shares of the Company and was required to be recorded in the register required to be kept under Section 336 of the SFO and/or was directly or indirectly interested in 5% or more of the issued share capital carrying rights to vote in all circumstances at general meetings of any other members of the Group.

DETAILS OF THE OPTIONS GRANTED BY THE COMPANY

(a) Share Option Scheme of the Company

The Company has adopted a share option scheme (the "Scheme") under which the Directors or employees of the Company or its subsidiaries or certain other persons may be granted share options to subscribe for shares of the Company subject to the terms and conditions stipulated in the Scheme, until 17 December 2011 when the Scheme expired.

(1) Summary of the Scheme

(i) Purpose of the Scheme

The purpose of the Scheme is to provide the people and the parties working for the interest of the Group with an opportunity to obtain equity interest in the Company, thus linking their interest with the interest of the Group and thereby providing them with an incentive to work better for the interest of the Group.

主要股東及其他人士於本公司股份及相關股份之權益及淡倉(續)

(b) 於本公司相關股份之好倉(續)

附註：

- (3) 根據購股權計劃，於二零一零年四月十三日，王文明先生獲授可認購11,682,577股本公司股份之購股權(相關股份數目於二零一零年六月十五日作出調整)。陳冬瑾女士乃王文明先生之配偶，故彼等被視為共同擁有可認購11,682,577股本公司股份之購股權。

除上文披露者外，於二零一一年十二月三十一日，除權益已載於上文「董事及行政總裁於股份、相關股份及債券之權益及淡倉」一節之董事外，本公司並不知悉有任何其他人士於本公司股份或相關股份中，擁有任何須記入根據證券及期貨條例第336條存置之登記冊之權益或淡倉，及／或直接或間接於附有權利可於任何情況下在本集團任何其他成員公司股東大會投票之已發行股本中擁有5%或以上權益。

本公司授出購股權詳情

(a) 本公司購股權計劃

本公司已採納一項購股權計劃(「該計劃」)，據此，本公司或其附屬公司之董事或僱員或若干其他人士可獲授購股權，於該計劃於二零一一年十二月十七日屆滿前按該計劃訂定之條款及條件認購本公司之股份。

(1) 該計劃之概要

(i) 該計劃之目的

該計劃旨在向為本集團利益行事之人士及各方提供獲得本公司股權之機會，讓彼等之利益與本集團利益掛鉤，從而鼓勵彼等為本集團謀求更佳利益。

DIRECTORS' REPORT

董事會報告

DETAILS OF THE OPTIONS GRANTED BY THE COMPANY (continued)

(a) Share Option Scheme of the Company (continued)

(1) Summary of the Scheme (continued)

(ii) Participants of the Scheme

Pursuant to the Scheme, the Company may grant share options to (i) employees of the Company (whether full-time or part-time) or any of its subsidiaries or associated companies; (ii) Directors (whether Executive Directors, Non-executive Directors or Independent Non-executive Directors) of the Company or any of its subsidiaries or associated companies; (iii) suppliers of goods and/or services to the Company or any of its subsidiaries or associated companies; and (iv) professionals engaged by the Company or any of its subsidiaries or associated companies.

(iii) Total number of shares available for issue under the Scheme

As at 31 December 2011, the total number of shares available for issue under the Scheme was Nil because the Scheme has expired on 17 December 2011.

(iv) Maximum entitlement of each participant

The maximum number of shares of the Company issued and to be issued upon exercise of the options granted and to be granted pursuant to the Scheme and any other share option schemes of the Company (including the Pre-IPO Share Option Plan) to each participant in any 12-month period up to the date of grant of the options shall not exceed 1% of the total number of shares of the Company in issue, save for those share options already granted under the Pre-IPO Share Option Plan.

本公司授出購股權詳情(續)

(a) 本公司購股權計劃(續)

(1) 該計劃之概要(續)

(ii) 該計劃之參與者

根據該計劃，本公司可向以下人士授出購股權：(i)本公司之僱員（不論為全職或兼職）或本公司任何附屬公司或聯營公司之僱員；(ii)本公司或其任何附屬公司或聯營公司之董事（不論為執行董事、非執行董事或獨立非執行董事）；(iii)本公司或其任何附屬公司或聯營公司之貨物及／或服務供應商；及(iv)本公司或其任何附屬公司或聯營公司所委聘之專業人士。

(iii) 該計劃項下可發行之股份總數

於二零一一年十二月三十一日，該計劃項下可發行之股份總數為零股。由該計劃有交期於二零一一年十二月十七日已屆滿。

(iv) 各參與者可獲授權益上限

於截至購股權授出日期止任何十二個月期間，每名參與人因行使根據該計劃及本公司任何其他購股權計劃（包括首次公開發售前購股權計劃）所獲授及將獲授之購股權而獲發行及將獲發行之本公司股份數目，最多不得超過本公司已發行股份總數1%，惟已根據首次公開發售前購股權計劃授出之購股權除外。

DIRECTORS' REPORT

董事會報告

DETAILS OF THE OPTIONS GRANTED BY THE COMPANY (continued)

(a) Share Option Scheme of the Company (continued)

(1) Summary of the Scheme (continued)

(v) Option Period

An option may be exercised in accordance with the terms of the Scheme at any time during a period of not more than ten years to be notified by the Board of Directors of the Company (the "Board") to each participant which period of time shall commence on the date on which an offer of the grant of an option is accepted or deemed to have been accepted in accordance with the Scheme and expire on the last day of such period as determined by the Board. There is no minimum period for which an option must be held before it can be exercised.

(vi) Payment on acceptance by option offer

HK\$1.00 is payable by the participant to the Company on acceptance of the option offer as consideration for the grant and received by the Company within 14 days from the offer date or within such offer period of time as may be determined by the Board pursuant to the GEM Listing Rules.

(vii) Basis of determining the exercise price

The exercise price per share of the Company under the Scheme is determined by the Board and notified to each participant and shall be no less than the highest of (i) the closing price of the shares of the Company as stated in the daily quotations sheet issued by the Stock Exchange on the date of offer, which must be a day on which the Stock Exchange is open for the business of dealing in securities ("Trading Day"), (ii) the average closing price of the shares of the Company as stated in the daily quotations sheets issued by the Stock Exchange for the five consecutive Trading Days immediately preceding the date of offer, and (iii) the nominal value of a share of the Company.

本公司授出購股權詳情(續)

(a) 本公司購股權計劃(續)

(1) 該計劃之概要(續)

(v) 購股權期限

購股權可於本公司董事會(「董事會」)通知各參與者為期不超過十年之期間(該期間由根據該計劃授出購股權之要約獲接納或被視為獲接納當日起開始,至董事會釐定之有關期間最後一日屆滿)內按該計劃之條款隨時行使。於購股權可予行使前,毋須就持有購股權之最短期限符合任何規定。

(vi) 接納購股權要約時支付之款項

參與者須在接納購股權要約時須向本公司支付1.00港元,作為受出之代價,並須於要約日期起計十四天內或董事會根據創業板上市規則另行釐定之期間內付予本公司。

(vii) 行使價之釐定基準

該計劃項下本公司每股股份之行使價由董事會釐定及知會各參與者,有關價格將不低於下列三者中之最高者:(i)本公司股份於作出要約日期(必須為聯交所開放進行證券買賣之日(「交易日」))在聯交所發出之每日報價表所報收市價;(ii)本公司股份於緊接作出要約日期前連續五個交易日在聯交所發出之每日報價表所報平均收市價;及(iii)本公司股份之面值。

DIRECTORS' REPORT

董事會報告

DETAILS OF THE OPTIONS GRANTED BY THE COMPANY (continued)

(a) Share Option Scheme of the Company (continued)

(1) Summary of the Scheme (continued)

(viii) Remaining life of the Scheme

The Share Option Scheme will remain valid for a period of 10 years commencing on 17 December 2001 (save that the Company, by ordinary resolution in general meeting or Board may at any time terminate the operation of the Share Option Scheme) and in such event, no further options will be offered but the provisions of the Share Option Scheme shall in all other respects remain in full force and effect. The Scheme has expired on 17 December 2011.

(2) Details of share options granted by the Company

On 5 September 2007 and 13 April 2010, options to subscribe for 32,400,000 shares and 84,000,000 of the Company respectively were granted to the Directors and certain employees of the Company. As at 31 December 2011, details of the outstanding options were as follows:

本公司授出購股權詳情(續)

(a) 本公司購股權計劃(續)

(1) 該計劃之概要(續)

(viii) 該計劃之尚餘有效期

購股權計劃於二零零一年十二月十七日起計十年期間一直有效，惟購股權計劃可隨時由本公司(於股東大會以普通決議案方式)或董事會終止，在該情況下，不得進一步授出購股權，惟購股權計劃之條文於所有其他方面仍具十足效力。該計劃有效期已於二零一一年十二月十七日屆滿。

(2) 本公司所授出購股權之詳情

於二零零七年九月五日及二零一零年四月十三日，分別向董事及本公司若干僱員授出可認購32,400,000股及84,000,000股本公司股份之購股權。於二零一一年十二月三十一日，尚未行使購股權之詳情如下：

Date of grant	Number of share options					Outstanding as at 31 December 2011	Option period	Exercise price
	Outstanding as at 1 January 2011	Granted during the year	Exercised during the year	Lapsed during the year	Outstanding as at 31 December 2011			
授出日期	於二零一一年一月一日尚未行使	年內授出	年內行使	年內註銷	於二零一一年十二月三十一日尚未行使	購股權期間	行使價 (HK\$) (港元)	
13/04/2010 二零一零年四月十三日	89,212,411	—	—	3,186,158 (Note 1) (附註1)	86,026,253	13/04/2010– 12/04/2020	0.419	
05/09/2007 二零零七年九月五日	4,779,236	—	—	—	4,779,236	05/09/2007– 04/09/2017	0.215	

Note:

- (1) with effect from 6 January 2011, Dr Tsang Hing Lun resigned as an independent non-executive director of the Company, member of the Audit Committee, Remuneration Committee and Nomination Committee. Accordingly his entitlement to the share option lapsed on the same date. Reference is made to the announcement dated 7 January 2011.

附註：

- (1) 從二零一一年一月六日起，曾慶麟博士辭任本公司獨立非執行董事、審核委員會成員、薪酬委員會成員及提名委員會成員。因此，其獲授之購股權於同日失效。該參閱日期為二零一一年一月七日之公佈。

DIRECTORS' REPORT

董事會報告

DETAILS OF THE OPTIONS GRANTED BY THE COMPANY (continued)

(b) Agreement and Supplemental Agreement involving granting of share options

Pursuant to the Agreement dated 11 July 2007 and the Supplementary Agreement dated 30 July 2007 relating to the acquisition of the entire shareholding of GoHi Holdings Limited (collectively the "Agreements"), the Company granted to Mr. Wang Wenming an option to subscribe for 20,000,000 shares of the Company at an exercise price of HK\$0.15 per share in each of the 12-month periods ending 30 June 2008, 2009 and 2010 respectively (i.e. a maximum of 60,000,000 shares) subject to the fulfillment of certain conditions as stipulated in the Agreements. With the fulfillment of the said conditions for the 12-month period 30 June 2008, an option to subscribe for 20,000,000 shares was granted to Mr. Wang Wenming who exercised the options and was allotted 20,000,000 shares on 15 January 2009.

With the fulfillment of the said conditions for the 12-month period 30 June 2009, another option to subscribe for 20,000,000 shares was granted to Mr. Wang Wenming who exercised the option and was allotted 20,000,000 shares on 26 February 2010. Since the said conditions for the 12-month period 30 June 2010 was not fulfilled, accordingly, pursuant to the aforesaid Agreements, the remaining option to subscribe for 20,000,000 shares of the Company was not granted and has lapsed as at 31 December 2011.

DIRECTOR'S RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Other than the share option scheme and the subscription agreement as described above and in Notes 32 and 34 to the financial statements, at no time during the year was the Company or any of its subsidiaries a party to any arrangements to enable the Directors to acquire benefits by means of the acquisition of shares in, or debt securities (including debentures) of, the Company or any other body corporate and neither the Directors, nor the chief executive, nor any of their respective spouses or children under the age of 18, had any right to subscribe for the securities of the Company, or had exercised any such right during the year.

本公司授出購股權詳情(續)

(b) 涉及授出購股權之協議及補充協議

根據日期分別為二零零七年七月十一日及二零零七年七月三十日有關收購 GoHi Holdings Limited 全部股權之協議及補充協議(統稱「該等協議」),本公司向王文明先生授出購股權,可於該等協議所訂明之若干條件獲達成後,分別於截至二零零八年、二零零九年及二零一零年六月三十日止各十二個月期間,按行使價每股0.15港元認購20,000,000股本公司股份(即最多為60,000,000股)。由於上述有關截至二零零八年六月三十日止十二個月期間之若干條件已經達成,本公司已向王文明先生授出可認購20,000,000股股份之購股權,彼已於二零零九年一月十五日行使購股權並獲配發20,000,000股股份。

由於上述有關截至二零零九年六月三十日止十二個月期間之若干條件已經達成,本公司已另行向王文明先生授出可認購20,000,000股股份之購股權,彼已於二零一零年二月二十六日行使購股權並獲配發20,000,000股股份。由於上述有關截至二零一零年六月三十日止十二個月期間之若干條件尚未達成,因此,根據前述之該等協議,餘下可認購20,000,000股本公司股份之購股權並無授出,並已於二零一一年十二月三十一日失效。

董事購買股份或債券之權利

除上文及財務報表附註32及34所述購股權計劃及認購協議外,本公司或其任何附屬公司於年內概無訂立任何安排,致使董事可透過購入本公司或任何其他法人團體之股份或債務證券(包括債券)而獲益,亦無董事、行政總裁或任何彼等各自之配偶或十八歲以下子女擁有任何可認購本公司證券之權利或於年內行使任何該等權利。

DIRECTORS' REPORT

董事會報告

DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE

There was no contract of significance, save as disclosed in the financial statements, in relation to the Group's business to which the Company or any of its subsidiaries was a party and in which a Director 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.

MAJOR CUSTOMERS AND SUPPLIERS

For the year under review, the Group's turnover attributable to its five largest customers combined accounted for less than 35% of the Group's total turnover.

The Group had no major supplier due to the nature of principal activities of the Group.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES

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

COMPLIANCE WITH RULES 5.48 TO 5.67 OF THE GEM LISTING RULES

The Company has adopted a code of conduct regarding directors' securities transactions on terms no less exacting than the required standard of dealings as set out in Rules 5.48 to 5.67 of the GEM Listing Rules. The Company's Directors have complied with such code of conduct and the required standard of dealings.

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.

董事於重大合約之權益

除於財務報表披露者外，本公司董事概無於本公司或其任何附屬公司所訂立與本集團業務相關而於本年度完結時或年內任何時間仍然生效之重大合約中，直接或間接擁有重大權益。

主要客戶及供應商

回顧年內，本集團五大客戶應佔本集團營業額合共少於本集團總營業額35%。

基於本集團主要業務性質，本集團並無主要供應商。

購買、贖回或出售上市證券

年內，本公司或其任何附屬公司概無購買、贖回或出售本公司任何上市證券。

遵守創業板上市規則第5.48至5.67條

本公司已採納有關董事進行證券交易之操守準則，而有關準則之嚴謹程度不遜於創業板上市規則第5.48至5.67條所載規定交易標準。本公司董事已遵守有關操守準則以及規定交易標準。

優先購買權

本公司之公司組織章程細則或開曼群島法例並無任何有關優先購買權之條文，致使本公司須按比例向現有股東提呈發售新股份。



DIRECTORS' REPORT

董事會報告

AUDITORS

The accounts for the year were audited by HLB Hodgson Impey Cheng whose term of office will expire upon the forthcoming annual general meeting. In March 2012, the practice of HLB Hodgson Impey Cheng was reorganized as HLB Hodgson Impey Cheng Limited. A resolution for the appointment of HLB Hodgson Impey Cheng Limited as the auditors of the Company for the subsequent year is to be proposed at the forthcoming annual general meeting.

On behalf of the Board

Lee Yiu Sun

Chief Executive Officer

Hong Kong, 23 March 2012

核數師

本年度之賬目經由國衛會計師事務所審核，彼於即將舉行之股東週年大會上任滿。國衛會計師事務所於二零一二年三月重組為國衛會計師事務所有限公司。本公司將於即將舉行之股東週年大會上提呈一項決議案委任國衛會計師事務所有限公司為本公司來年之核數師。

代表董事會

李耀新

行政總裁

香港，二零一二年三月二十三日

CORPORATE GOVERNANCE REPORT

企業管治報告

CORPORATE GOVERNANCE PRACTICES

The Board assumes overall responsibility for the leadership and control of the Group, including providing and setting the Group's directions and strategies in the interests of the Group. It believes in good corporate governance and corporate governance practices that promote investor confidence, development of the Group, and transparency while having the long term interest of the Group and enhancement of shareholders' value as the ultimate objectives. It is committed to and has applied the principles of the Code on Corporate Governance Practices as set out in Appendix 15 of the GEM Listing Rules ("Corporate Governance Code"). The Company was in compliance with the Corporate Governance Code.

DIRECTORS' SECURITIES TRANSACTIONS

In respect of the standard of dealings required of directors, the Company has adopted a code of conduct regarding directors' securities transactions on terms no less exacting than the required standard set out in rules 5.48 to 5.67 of the GEM Listing Rules. The directors have complied with the Company's code of conduct regarding directors' securities transactions.

THE BOARD OF DIRECTORS

Comprising of two executive and five non-executive directors (including four independent non-executive directors), the present board has an appropriate composition of directors. In ensuring that the Company has an effective Board, the segregation of the role of Chairman and Chief Executive Officer has been in place since the listing of the Company on the Stock Exchange. Each of all of the non-executive directors is appointed on a two-year term. The Company has received from each of the independent non-executive directors an annual confirmation of his independence pursuant to Rule 5.09 of the GEM Listing Rules and is in the opinion that all independent non-executive directors are independent. Two independent non-executive directors, Mr Wu Du Yong and Mr Zhang Fei Ze, have resigned during the year respectively due to personal reasons and commitment to other business engagements. The present board is composed of more than one-third of independent non-executive directors.

企業管治常規

董事會肩負領導及監控本集團之全部責任，包括提供及制定符合本集團利益之發展方向及策略。董事會深信良好企業管治水平及企業管治常規可以提高投資者信心、推動本集團業務發展及增加透明度，同時達致為本集團帶來長遠利益及提升股東價值之最終目標。董事會恪守並已應用創業板上市規則附錄15所載企業管治常規守則(「企業管治守則」)之原則。本公司已遵守企業管治守則。

董事進行證券交易

本公司已就董事之買賣準則規定，採納有關董事進行證券交易之操守準則，有關準則嚴謹程度不遜於創業板上市規則第5.48至5.67條所載規定準則。董事已遵守本公司有關董事進行證券交易之操守準則。

董事會

現行董事會由兩名執行董事及五名非執行董事(包括四名獨立非執行董事)組成，其組成屬恰當。為確保本公司之董事會職效卓越，自本公司於聯交所上市以來，已劃分主席及行政總裁之職位。每位非執行董事委任期為二年。依據創業板上市規則第5.09條本公司收到每位獨立非執行董事之週年獨立確認書，認為全體獨立非執行董事皆為獨立人士。年內，有兩名獨立非執行董事，吳篤泳先生及張飛澤先生，分別因個人理由及需要專注其他業務更多承擔而辭職。現行董事會由超過三份之一的獨立非執行董事組成。

CORPORATE GOVERNANCE REPORT

企業管治報告

THE BOARD OF DIRECTORS *(continued)*

The present board of directors consists of:

Wang Wenming *(Chairman)*

Lee Yiu Sun *(Chief Executive Officer)*

Liu Runtong *(Non-executive Director)*

Zhang Benzheng *(Independent Non-executive Director)*

Tony I Tong (appointed on 28 March 2011)

(Independent Non-executive Director)

Li Jianxing (appointed on 28 March 2011)

(Independent Non-executive Director)

Chen Shu Wen (appointed on 23 September 2011)

(Independent Non-executive Director)

The Board is mandated to determine and review strategic objectives, appoint and supervise senior management, approve quarterly, interim and annual reports, and review the principal risks of the Group's business to ensure that these risks are within manageable limits. It is also mandated to approve any substantial investment, acquisition or disposal by the Company. Major corporate matters that are delegated to the management include the execution of business strategies and initiatives approved by the Board and the preparation of quarterly, interim and annual reports for the Board's approval.

董事會(續)

現行董事會由以下董事組成：

王文明(主席)

李耀新(行政總裁)

劉潤桐(非執行董事)

張本正(獨立非執行董事)

唐儀(於二零一一年三月二十八日獲委任)

(獨立非執行董事)

李建行(於二零一一年三月二十八日獲委任)

(獨立非執行董事)

陳樹文(於二零一一年九月二十三日獲委任)

(獨立非執行董事)

董事會獲授權決定及檢討策略目標、委任及監督高級管理人員、批准季度、中期及年度報告以及檢討本集團業務之主要風險，以確保此等風險屬於在處理範圍內。董事會亦獲授權批准本公司任何重大投資、收購或出售事宜。委派管理層負責之主要公司事務包括執行董事會批准之業務策略及計劃以及編製季度、中期及年度報告，以供董事會批准。

CORPORATE GOVERNANCE REPORT

企業管治報告

THE BOARD OF DIRECTORS (continued)

There were five board meetings during the year. The attendance of Directors at the board meetings was as follows:

董事會(續)

年內共舉行五次董事會會議。董事之董事會會議出席率如下：

Members	成員	Attendance Number of meetings attended/ Number of meetings during term of service 出席率 出席會議次數/ 任內舉行會議次數
Wang Wenming	王文明	5/5
Lee Yiu Sun	李耀新	5/5
Liu Runtong	劉潤桐	4/5
Zhang Benzhen	張本正	5/5
Tony I Tong (appointed on 28 March 2011)	唐儀 (於二零一一年三月二十八日獲委任)	3/5
Li Jianxing (appointed on 28 March 2011)	李建行 (於二零一一年三月二十八日獲委任)	4/5
Chen Shu Wen (appointed on 23 September 2011)	陳樹文 (於二零一一年九月二十三日獲委任)	1/5
Zhang Fei Ze (resigned on 28 March 2011)	張飛澤 (於二零一一年三月二十八日辭任)	1/5

REMUNERATION OF DIRECTORS

The Company has established a Remuneration Committee with specific written terms of reference. The present Remuneration Committee consists of a majority of independent non-executive Directors.

As at year end date, the present Remuneration Committee consisted of six directors, Professor Zhang Benzhen, Mr Wang Wenming, Mr Lee Yiu Sun, Mr Tony I Tong, Mr Li Jianxing and Mr Chen Shu Wen. Four out of the six directors are independent non-executive directors. Professor Zhang Benzhen, being an independent non-executive Director, is the chairman of the committee. The Remuneration Committee's role and function includes making recommendations to the Board on the Company's policy and structure for remuneration of directors and senior management and on the establishment of formal and transparent procedures for developing policy on such remuneration. It also has the delegated responsibility to determine the specific remuneration packages of all executive directors and senior management.

董事酬金

本公司已成立薪酬委員會，並以書面訂明職權範圍。所以現行薪酬委員會之大部分成員為獨立非執行董事。

於年末日，現行薪酬委員會由張本正教授、王文明先生、李耀新先生、唐儀先生、李建行先生及陳樹文先生六名董事組成。六名董事其中四名為獨立非執行董事。其中獨立非執行董事張本正教授為委員會主席。薪酬委員會之職務及職能包括就本公司有關董事及高級管理人員酬金之政策及結構以及就制定薪酬政策建立正式兼具透明度之程式，向董事會作出推薦意見。薪酬委員會亦獲授權決定全體執行董事及高級管理人員之特定薪酬待遇。

CORPORATE GOVERNANCE REPORT

企業管治報告

REMUNERATION OF DIRECTORS *(continued)*

The Company's remuneration policies are determined on the basis of the contributions of staff and directors. Long-term incentive schemes for staff and directors include share options and cash bonuses.

During the year, the Remuneration Committee's work includes conducting a review over the Company's policy and structure for remunerations.

NOMINATION OF DIRECTORS

The Company has established a Nomination Committee with specific written terms of reference. As at year end date, Nomination Committee consisted of five directors, Professor Zhang Benzhen, Mr Wang Wenming, Mr Tony I Tong, Mr Li Jianxing and Mr Chen Shu Wen. Four out of the five directors are independent non-executive directors. Professor Zhang Benzhen, being an independent non-executive Director, is the chairman of the committee. Thus the present Committee consist a majority of independent non-executive directors. The Nomination Committee's role and function includes, but is not limited to, reviewing the structure, size and composition of the board of directors on a regular basis and making recommendations regarding any proposed changes; identifying and recommending individuals suitably qualified to become board members; and assessing the independence of independent non-executive directors.

On the nomination process, the Nomination Committee review suggested the candidates for directorship having regard to the candidates' reputation and the specific skills or expertise that these candidates can contribute to the Company in the light of the structure, size, and composition of the board of directors. Only candidates who have integrity and can provide specific contributions to the Company thereby enhancing the value of the Company are considered for nomination to the board of directors by the Nomination Committee.

During the year, the Nomination Committee's work included reviewing four candidates for directorship, three membership of the Audit Committee, Remuneration Committee and Nomination Committee, having regard to their reputations and their specific skills, in view of their potential contribution to the Company; it subsequently made recommendations thereon to the board of directors.

董事酬金(續)

本公司之薪酬政策乃按員工及董事所作貢獻為基準釐定。員工及董事之長期獎勵計劃包括購股權及現金花紅。

年內，薪酬委員會之工作包括進行審閱公司薪酬結構及政策。

董事提名

本公司已成立提名委員會，並書面訂明職權範圍。於年末日，提名委員會由張本正教授、王文明先生、唐儀先生、李建行先生及陳樹文先生五名董事組成；五名董事中其中四名為獨立非執行董事。其中獨立非執行董事張本正教授為委員會主席。於現行提名委員會之大部分成員為獨立非執行董事。提名委員會之職務及職能包括定期檢討董事會之結構、規模及組成，並就任何建議變動作出推薦意見；物色及推薦合資格成為董事會成員之適當人選；以及評估獨立非執行董事之獨立身份。

於提名過程中，提名委員會基於董事會結構、規模及組成，考慮推薦候選人之聲譽以及可提供本公司之特別技能或專業知識，以審閱該候選人擔任董事職務之能力。正直廉潔且能為本公司作出特別貢獻從而提升本公司價值之候選人，方能獲提名委員會考慮提名加入董事會。

年內，提名委員會之工作包括審閱四名董事、審核委員會、薪酬委員會及提名委員會成員之候選人的資歷、個別的技能以及其對公司的潛在貢獻；其後也對董事會推薦並獲委任。

CORPORATE GOVERNANCE REPORT

企業管治報告

AUDITORS' REMUNERATION

For the year ended 31 December 2011, the Group engaged its auditors, Messrs HLB Hodgson Impey Cheng, to provide the following services and their respective fees charged are set out below:

Type of services	服務種類	2011 Approximately 二零一一年概約 HK\$ 港元
Audit of the financial statements of the Group	為本集團核數	500,000

AUDIT COMMITTEE

The Company has established an Audit Committee with specific written terms of reference. The Audit Committee consist of four independent non-executive directors, namely, Mr Tony I Tong, Professor Zhang Benzhen, Mr Li Jianxing and Mr Chen Shu Wen. Mr Tony I Tong, being an independent non-executive Director, is the chairman of the Committee. The Audit Committee's role and function includes making recommendations to the Board on the appointment, reappointment and removal of the external auditor, and to approve the remuneration and terms of engagement of the external auditor; review and monitor the external auditors' independence and objectivity and the effectiveness of the audit process in accordance with applicable standards; develop and implement policy on the engagement of an external auditor to supply non-audit services; monitor the integrity of financial statements, annual reports and accounts, half-yearly and quarterly reports of the Company, and review significant financial reporting judgments contained in them; review the Company's financial controls, internal control and risk management systems; and review the Group's financial and accounting policies, procedures and practices.

The Audit Committee have reviewed the financial statements of the Group for the year ended 31 December 2011 pursuant to the relevant provisions contained in the Code of Corporate Governance Practices as set out in Appendix 15 of the GEM Listing Rules and were of the opinion that such statements had complied with applicable accounting standards and that adequate disclosures had been made in respect thereof.

核數師酬金

截至二零一一年十二月三十一日止年度，本集團已委聘其核數師國衛會計師事務所提供下列服務，有關服務各自之收費載列如下：

審核委員會

本公司已成立審核委員會，並書面訂明職權範圍。審核委員會由唐儀先生、張本正教授、李建行先生及陳樹文先生四名獨立非執行董事組成。其中獨立非執行董事唐儀先生為委員會主席。審核委員會之職務及職能包括就委任、續聘及罷免外聘核數師向董事會作出推薦意見，並批准委任外聘核數師之酬金及條款；檢討及監控外聘核數師之獨立身份與客觀程度，及其按照適用準則進行核數程式之效能；制定及實施委任外聘核數師以提供非核數服務之政策；監督本公司財務報表、年報與賬目、半年度及季度報告之完整性，並審閱當中所載重大財務報告判斷；檢討本公司之財務控制、內部監控及風險管理制度；以及檢討本集團之財務與會計政策、程式及慣例。

審核委員會已根據創業板上市規則附錄 15 所載企業管治常規守則有關條文，審閱本集團截至二零一一年十二月三十一日止年度之財務報表，認為該等報表符合適用會計準則，並已就此作出足夠披露。

CORPORATE GOVERNANCE REPORT

企業管治報告

AUDIT COMMITTEE (continued)

The Audit Committee held four meetings during the year and the attendance of its members was as follows:

審核委員會(續)

審核委員會於年內曾舉行四次會議，其成員之出席率如下：

Members	成員	Attendance Number of meetings attended/ Number of meetings during term of service 出席率 出席會議次數/ 任內舉行會議次數
Zhang Benzhen	張本正	4/4
Tony I Tong (appointed on 28 March 2011)	唐儀 (於二零一一年三月二十八日獲委任)	3/4
Chen Shu Wen (appointed on 23 September 2011)	陳樹文 (於二零一一年九月二十三日獲委任)	1/4
Li Jianxing (appointed on 28 March 2011)	李建行(於二零一一年三月二十八日獲委任)	4/4

The directors' responsibilities for preparing the accounts and the reporting responsibilities of the auditors are set out on pages 34 to 35.

董事編製賬目之責任及核數師之申報責任載於第34頁至35頁。

The accounts for the year were audited by HLB Hodgson Impey Cheng whose term of office will expire upon the forthcoming annual general meeting. In March 2012, the practice of HLB Hodgson Impey Cheng was reorganized as HLB Hodgson Impey Cheng Limited. The Audit Committee has recommended to the Board that HLB Hodgson Impey Cheng Limited be nominated for appointment as the auditors of the Company at the forthcoming annual general meeting.

本年度之賬目經由國衛會計師事務所審核，彼於即將舉行之股東週年大會上任滿。國衛會計師事務所於二零一二年三月重組為國衛會計師事務所有限公司。審核委員會已向董事會建議，於本公司即將舉行之股東週年大會上提名委任國衛會計師事務所有限公司為本公司之核數師。

INTERNAL CONTROL

The Board is responsible for the internal controls of the Group and for reviewing its effectiveness. The Board requires management to establish and maintain sound and effective internal controls. Evaluation of the Group's internal controls has been conducted by management on an on-going basis to ensure that the system of internal control is effective and adequate.

內部監控

董事會負責本集團之內部監控系統及檢討系統之有效性。董事會要求管理層設立及維持穩健有效之內部監控。管理層定期評估本集團之內部監控以確保內部監控系統的有效性及足夠性。



CORPORATE GOVERNANCE REPORT

企業管治報告

During the year, the Audit Committee's work included having held four meetings to liaise and discuss with the external auditors and listening to reports from the management on the financial management, financial statements and audit of the Company. It was found that the management of the Company and its respective subsidiaries performed their respective works wholeheartedly. They have discharged their duties in good faith in line with their corporate constitutions to make sure that the operations of the business run compliantly. During the course of managerial control, advice and recommendation is collected and forwarded for discussion in the board meetings. There has been no significant issue arising out of financial, operational, compliance and risk management controls in the Group. Accordingly, the Board believed that there would be no significant matter to be brought to the shareholders' attention.

年內，審核委員會之工作包括召開了四次會議，與外部核數師聯繫及討論，並聽取管理層於財務管理、財務報告及公司的核數工作。結果是公司及其個別附屬公司的管理層全心全意地做好其職責，忠誠地按照公司章程履行任務確保業務營運依規運作。於管理過程中，集中了意見及推薦。對集團的財務監控、運作監控、合規監控及風險管理監控均未有重大問題出現。因此，董事會相信概無股東需關注之重大事項。

INDEPENDENT AUDITORS' REPORT

獨立核數師報告



國衛會計師事務所
Hodgson Impey Cheng

Chartered Accountants
Certified Public Accountants

31/F, Gloucester Tower
The Landmark
11 Pedder Street, Central
Hong Kong
香港中環畢打街11號
置地廣場
告羅士打大廈31樓

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF FIRST CHINA FINANCIAL NETWORK HOLDINGS LIMITED *(Incorporated in the Cayman Islands with limited liability)*

We have audited the consolidated financial statements of First China Financial Network Holdings Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") set out on pages 36 to 143, which comprise the consolidated and company statements of financial position as at 31 December 2011, and the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Directors' responsibility for the consolidated financial statements

The directors of the Company are responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit and to report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

獨立核數師報告 致首華財經網絡集團有限公司 *(於開曼群島註冊成立之有限公司)* 全體股東

本核數師已審計列載於第36頁至第143頁首華財經網絡集團有限公司(「貴公司」)及其附屬公司(統稱為「貴集團」)之綜合財務報表，此等綜合財務報表包括於二零一一年十二月三十一日之綜合及公司財務狀況報表與截至該日止年度之綜合全面收入報表、綜合權益變動報表及綜合現金流量表，以及主要會計政策概要及其他附註解釋資料。

董事就綜合財務報表須承擔之責任

貴公司董事須負責根據香港會計師公會頒佈之《香港財務報告準則》及香港《公司條例》之披露要求編製綜合財務報表，以令綜合財務報表作出真實而公平的反映，及落實其認為編製綜合財務報表所必要的內部控制，以使綜合財務報表不存在由於欺詐或錯誤而導致的重大錯誤陳述。

核數師之責任

本核數師之責任是根據本核數師之審計對該等綜合財務報表作出意見，並僅向全體股東呈報，除此以外本報告概不作其他用途。本核數師概不就本報告內容對任何其他人士負上或承擔任何責任。本核數師已根據香港會計師公會頒佈之《香港審計準則》進行審計。該等準則要求本核數師遵守道德規範，並規劃及執行審計，以合理確定綜合財務報表是否不存在任何重大錯誤陳述。

INDEPENDENT AUDITORS' REPORT

獨立核數師報告

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation of consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements give a true and fair view of the state of affairs of the Company and of the Group as at 31 December 2011, and of the Group's loss and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the disclosure requirements of the Hong Kong Companies Ordinance.

HLB Hodgson Impey Cheng

Chartered Accountants
Certified Public Accountants

Hong Kong, 23 March 2012

審計涉及執程序以獲取有關綜合財務報表所載金額及披露資料之審計憑證。所選定之程序取決於核數師之判斷，包括評估由於欺詐或錯誤而導致綜合財務報表存在重大錯誤陳述之風險。在評估該等風險時，核數師考慮與該公司編製綜合財務報表以作出真實而公平的反映相關的內部控制，以設計適當的審計程序，但目的並非對公司內部控制的有效性發表意見。審計包括評價董事所採用之會計政策之合適性及所作出之會計估計之合理性，以及評價綜合財務報表之整體列報方式。

本核數師相信，本核數師所獲得之審計憑證能充足和適當地為本核數師之審計意見提供基礎。

意見

本核數師認為，該等綜合財務報表已根據《香港財務報告準則》真實而公平地反映 貴公司及 貴集團於二零一一年十二月三十一日之事務狀況及 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》之披露規定妥為編製。

國衛會計師事務所

英國特許會計師
香港執業會計師

香港，二零一二年三月二十三日

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

綜合全面收入報表

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

		Note	2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
		附註		
Revenue	營業額	5	12,686,091	48,989,233
Cost of sales	銷售成本		(178,266)	—
Gross profits	毛利		12,507,825	48,989,233
Other gains	其他收益	7	5,606,030	2,161,965
Other income	其他收入	8	3,397,087	2,181,908
Employee benefits expenses	僱員福利開支	11	(16,823,214)	(55,193,170)
Depreciation of property, plant and equipment	物業、機器及設備折舊	17	(5,208,717)	(4,702,051)
Amortization of intangible assets	無形資產攤銷	19	—	(4,800,905)
Impairment of goodwill	商譽減值	19	—	(53,811,784)
Impairment of other intangible assets	其他無形資產減值	19	—	(131,026,047)
Impairment of trade receivables	應收賬款減值	25	—	(120,049)
Impairment of other receivables	其他應收款項減值		(4,714,937)	(1,537,454)
Finance costs	融資成本	9	(895,398)	(685,937)
Other operating expenses	其他經營開支		(28,350,355)	(51,658,982)
Share of losses of associates	應佔聯營公司虧損	22	(245,543)	(364,161)
Loss before income tax	除所得稅前虧損	10	(34,727,222)	(250,567,434)
Income tax (expense)/credit	所得稅(開支)/抵免	14	(4,702,505)	31,927,626
Loss for the year	年內虧損		(39,429,727)	(218,639,808)
Other comprehensive income	其他全面收入			
Currency translation differences:	貨幣匯兌差額：			
— Group	— 集團		656,093	4,594,992
— Associates	— 聯營公司		22,733	32,086
Release of translation reserve upon disposal of a subsidiary	出售一間附屬公司時解除匯兌儲備		(54,684)	(258)
Other comprehensive income for the year, net of tax	年內其他全面收入，已扣稅		624,142	4,626,820
Total comprehensive loss for the year	年內全面虧損總額		(38,805,585)	(214,012,988)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

綜合全面收入報表

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

		Note 附註	2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Loss for the year attributable to:	應佔年內虧損：			
Owners of the Company	本公司擁有人	15	(37,855,857)	(215,332,026)
Non-controlling interests	非控股權益		(1,573,870)	(3,307,782)
			(39,429,727)	(218,639,808)
Total comprehensive loss attributable to:	應佔年內全面虧損總額：			
Owners of the Company	本公司擁有人		(37,121,361)	(210,646,237)
Non-controlling interests	非控股權益		(1,684,224)	(3,366,751)
			(38,805,585)	(214,012,988)
Loss per share for loss attributable to owners of the Company during the year	年內本公司擁有人應佔虧損之每股虧損			
— basic (HK cents)	— 基本(港仙)	16	(0.96)	(6.12)
— diluted (HK cents)	— 攤薄(港仙)	16	(0.96)	(6.12)

STATEMENTS OF FINANCIAL POSITION

財務狀況報表

As at 31 December 2011

於二零一一年十二月三十一日

		The Group 本集團		The Company 本公司	
		2011 二零一一年	2010 二零一零年	2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元	HK\$ 港元	HK\$ 港元
	Note 附註				
Non-current assets	非流動資產				
Property, plant and equipment	物業、機器及設備	17	48,637,574	12,513,884	1,402,618
Investment property	投資物業	18	42,100,000	—	—
Intangible assets	無形資產	19	84,809	81,373	—
Statutory deposits and other assets	法定按金及其他資產	20	575,000	575,000	—
Investments in subsidiaries	於附屬公司之投資	21	—	—	4,771,260
Investments in associates	於聯營公司之投資	22	1,676,076	669,056	—
			93,073,459	13,839,313	6,173,878
					6,522,273
Current assets	流動資產				
Inventories	存貨	23	140,514	41,289	—
Held-for-trading investments	持作買賣投資	24	2,110,359	3,217,558	—
Current income tax recoverable	可收回即期所得稅		2,294,840	2,201,858	—
Trade receivables	應收賬款	25	4,514,554	6,186,956	—
Prepayments, deposits and other receivables	預付款項、按金及其他應收款項	26	30,849,404	55,886,187	99,577
Amounts due from subsidiaries	應收附屬公司款項	21	—	—	69,899,927
Amounts due from associates	聯營公司結欠款項	22	15,966,214	2,501,961	—
Bank balances and cash	銀行結餘及現金	27	46,302,258	131,892,718	8,117,805
			102,178,143	201,928,527	78,117,309
					84,391,023
Total assets	資產總值		195,251,602	215,767,840	84,291,187
					90,913,296
Current liabilities	流動負債				
Trade payables	應付賬款	28	9,087,097	29,394,041	—
Other payables and accruals	其他應付款項及應計款項	29	12,088,238	14,136,997	1,286,387
Amounts due to subsidiaries	應付附屬公司款項	21	—	—	1,285,991
Amount due to an associate	應付一家聯營公司款項	22	287	—	—
Borrowings	借款	30	36,252,047	—	—
			57,427,669	43,531,038	2,572,378
					2,945,322
Net current assets	流動資產淨值		44,750,474	158,397,489	75,544,931
					81,445,701
Total assets less current liabilities	資產總值減流動負債		137,823,933	172,236,802	81,718,809
					87,967,974

STATEMENTS OF FINANCIAL POSITION

財務狀況報表

As at 31 December 2011
於二零一一年十二月三十一日

		Note 附註	The Group 本集團		The Company 本公司	
			2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元	2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Non-current liabilities	非流動負債					
Deferred income tax liabilities	遞延所得稅負債	31	4,379,334	—	—	—
			4,379,334	—	—	—
Net assets	資產淨值		133,444,599	172,236,802	81,718,809	87,967,974
Capital and reserves	股本及儲備					
Share capital	股本	32	40,289,642	38,289,642	40,289,642	38,289,642
Share premium	股份溢價	32	1,028,819,484	862,819,484	1,028,819,484	862,819,484
Special reserve	特別儲備	33	4,778,740	4,778,740	—	—
Translation reserve	匯兌儲備		9,571,023	8,836,527	—	—
Shares to be issued	將發行股份	35(c)	—	168,000,000	—	168,000,000
Share options reserve	購股權儲備	35(c)	—	14,460,609	—	14,460,609
Warrants reserve	認股權證儲備	37	223,224	—	223,224	—
Share-based compensation reserve	股份補償儲備	34	23,254,749	24,177,746	23,254,749	24,177,746
Accumulated losses	累計虧損		(969,934,533)	(952,015,652)	(1,010,868,290)	(1,019,779,507)
Equity attributable to owners of the Company	本公司擁有人應佔權益		137,002,329	169,347,096	81,718,809	87,967,974
Non-controlling interests	非控股權益		(3,557,730)	2,889,706	—	—
Total equity	權益總額		133,444,599	172,236,802	81,718,809	87,967,974

Wang Wenming 王文明
Director 董事

Lee Yiu Sun 李耀新
Director 董事

STATEMENTS OF CHANGES IN EQUITY

股權變動報表

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

The Group 本集團	Attributable to owners of the Company 本公司擁有人應佔		Share-based compensation reserve 股份補償儲備 HK\$ 港元 (Note 34) (附註34)	Share options reserve 購股權儲備 HK\$ 港元 (Note 35(c)) (附註35(c))	Shares to be issued 將發行股份 HK\$ 港元 (Note 35(c)) (附註35(c))	Translation reserve 匯兌儲備 HK\$ 港元 (Note 33) (附註33)	Special reserve 特別儲備 HK\$ 港元 (Note 33) (附註33)	Share premium 股份溢價 HK\$ 港元 (Note 32) (附註32)	Share capital 股本 HK\$ 港元 (Note 32) (附註32)	Total 總額 HK\$ 港元	Non-controlling interests 非控股權益 HK\$ 港元	Total equity 權益總額 HK\$ 港元
	Share capital 股本 HK\$ 港元 (Note 32) (附註32)	Share premium 股份溢價 HK\$ 港元 (Note 32) (附註32)										
Balance as at 1 January 2010 於二零一零年一月一日之結餘	29,541,232	495,488,494	4,778,740	4,150,738	336,000,000	28,921,218	795,173	(737,448,306)	162,227,287	664,922	162,892,209	
Total comprehensive loss for the year 年內全面虧損總額	-	-	-	4,685,789	-	-	-	(215,332,026)	(3,366,751)	5,088,160	(214,012,866)	
Capital contributions from non-controlling interests 非控股權益注資	-	-	-	-	-	-	-	-	-	-	5,088,160	
Disposal of a subsidiary (Note 38(c)) 出售一家附屬公司(附註38(c))	-	-	-	-	-	-	-	-	-	-	(45,018)	
Disposal of partial equity interest in a subsidiary that do not result in loss of control (Note 38(e)) 出售附屬公司部分權益但不致失去 控制權(附註38(e))	-	-	-	-	-	-	-	-	764,682	385,234	1,159,976	
Issue of shares upon exercise of Option in respect of acquisition of subsidiaries (Note 35(c)) 行使收購附屬公司之購股權時發行股份 (附註35(c))	200,000	2,800,000	-	-	-	-	-	-	3,000,000	-	3,000,000	
Transfer upon exercise of Option in respect of acquisition of subsidiaries (Note 35(c)) 行使收購附屬公司之購股權時轉發 (附註35(c))	-	14,460,609	-	-	(14,460,609)	-	-	-	-	-	-	
Issue of Consideration Shares (Note 35(c)) 發行代價股份(附註35(c))	2,000,000	166,000,000	-	-	(168,000,000)	-	-	-	-	-	-	
Issue of Bonus Shares (Note 35(c)) 發行紅股(附註35(c))	74,783	6,206,960	-	-	-	-	-	-	6,281,743	-	6,281,743	
Issue of new shares by way of Open Offer (Note 32) 按公開發售方式發行新股份(附註32)	6,381,607	178,684,992	-	-	-	-	-	-	185,066,599	-	185,066,599	
Transaction costs attributable to issue of new shares 發行新股份之交易成本	-	(2,424,551)	-	-	-	-	-	-	(2,424,551)	-	(2,424,551)	
Acquisition of a subsidiary (Note 35(b)) 收購一家附屬公司(附註35(b))	-	-	-	-	-	-	-	-	-	153,099	153,099	
Share option scheme 購股權計劃	-	-	-	-	-	-	-	-	23,382,573	-	23,382,573	
- Issue of shares under the share option scheme 根據購股權計劃發行股份	-	-	-	-	-	-	-	-	23,382,573	-	23,382,573	
Issue of new shares for acquisition of intangible asset 就收購無形資產發行新股份	92,020	1,632,980	-	-	-	-	-	-	1,695,000	-	1,695,000	
Balance as at 31 December 2011 於二零一一年十二月三十一日之結餘	38,289,642	862,519,484	4,778,740	8,836,527	168,000,000	14,460,609	24,177,746	(652,015,652)	169,347,996	2,889,706	172,236,802	

STATEMENTS OF CHANGES IN EQUITY

股權變動報表

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

The Group 本集團	Attributable to the owners of the Company 本公司擁有人應佔											
	Share capital 股本	Share premium 股份溢價	Special reserve 特別儲備	Translation reserve 匯兌儲備	Shares to be issued 將發行股份	Share options reserve 購股權儲備	Warrants reserve 認股權證儲備	Share-based compensation reserve 股份補償儲備	Accumulated losses 累計虧損	Total 總額	Non-controlling interests 非控股權益	Total equity 權益總額
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
	港元	港元	港元	港元	港元	港元	港元	港元	港元	港元	港元	港元
	(Note 32) (附註32)	(Note 32) (附註32)	(Note 33) (附註33)	(Note 33) (附註33)	(Note 35(c)) (附註35(c))	(Note 35(c)) (附註35(c))	(Note 37) (附註37)	(Note 34) (附註34)	(Note 35(c)) (附註35(c))	(Note 37) (附註37)	(Note 34) (附註34)	(Note 35(c)) (附註35(c))
Balance as at 31 December 2010 and 1 January 2011 於二零一零年十二月三十一日及二零一一年一月一日之結餘	38,289,642	862,819,464	4,778,740	8,836,327	168,000,000	14,460,609	-	24,177,746	(952,015,652)	169,347,096	2,889,706	172,236,802
Total comprehensive loss for the year 年內全面虧損總額	-	-	-	734,496	-	-	-	-	(37,855,857)	(37,121,361)	(1,684,224)	(38,805,565)
Disposal of a subsidiary (Note 36(a)) 出售一家附屬公司(附註36(a))	-	-	-	-	-	-	-	-	-	-	(209,842)	(209,842)
Acquisition of additional interest in a subsidiary (Note 35(a)) 增持一家附屬公司之權益(附註35(a))	-	-	-	-	-	-	-	-	-	-	(4,553,370)	(4,553,370)
Option in respect of acquisition of subsidiaries lapsed (Note 35(c)) 收購附屬公司之失效購股權(附註35(c))	-	-	-	-	-	(14,460,609)	-	-	14,460,609	-	-	-
Issue of Consideration Shares (Note 35(c)) 發行代價股份(附註35(c))	2,000,000	166,000,000	-	-	(168,000,000)	-	-	-	-	-	-	-
Issue of warrants (Note 37) 發行認股權證(附註37)	-	-	-	-	-	-	223,224	-	-	223,224	-	223,224
Share option scheme 購股權計劃	-	-	-	-	-	-	-	-	-	-	-	-
- vested share options lapsed - 已歸屬失效購股權	-	-	-	-	-	-	-	(922,997)	922,997	-	-	-
Balance as at 31 December 2011 於二零一一年十二月三十一日之結餘	40,289,642	1,028,819,464	4,778,740	9,571,023	-	-	223,224	23,254,749	(869,894,533)	137,002,329	(3,557,730)	133,444,599

STATEMENTS OF CHANGES IN EQUITY

股權變動報表

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

The Company 本公司	Share capital 股本	Share premium 股份溢價	Shares to be issued 將發行股份	Share options reserve 購股權儲備	Share-based compensation reserve 股份補償儲備	Accumulated losses 累計虧損	Total equity 權益總額	Share option scheme	
								Share capital 股本	Share premium 股份溢價
Balance as at 1 January 2010	29,541,232	495,488,494	336,000,000	28,921,218	795,173	(764,320,712)	126,425,405		
Total comprehensive loss for the year	-	-	-	-	-	(255,438,795)	(255,438,795)		
Share option scheme									
- Issue of shares under the share option scheme	-	-	-	-	23,382,573	-	23,382,573		
Issue of shares upon exercise of Option in respect of acquisition of subsidiaries (Note 35(c))	200,000	2,800,000	-	-	-	-	3,000,000		
Transfer upon exercise of Option in respect of acquisition of subsidiaries (Note 35(c))	-	14,460,039	-	(14,460,609)	-	-	-		
Issue of Consideration Shares (Note 35(c))	2,000,000	166,000,000	(168,000,000)	-	-	-	-		
Issue of Bonus Shares (Note 35(c))	74,783	6,206,980	-	-	-	-	6,281,743		
Issue of new shares by way of Open Offer (Note 32)	6,381,607	178,684,992	-	-	-	-	185,066,599		
Transaction costs attributable to issue of new shares	-	(2,424,551)	-	-	-	-	(2,424,551)		
Issue of new shares for acquisition of intangible asset	92,020	1,602,980	-	-	-	-	1,695,000		
Balance as at 31 December 2010	38,289,642	882,819,484	168,000,000	14,460,609	24,177,746	(1,019,779,507)	87,967,974		
Share option scheme									
- Issued share options	-	-	-	-	-	-	-		
- Lapsed share options	-	-	-	-	(922,997)	922,997	-		
Balance as at 31 December 2011	40,289,642	1,028,819,484	-	223,224	23,254,749	(1,010,866,290)	81,718,809		

The Company 本公司	Share capital 股本	Share premium 股份溢價	Shares to be issued 將發行股份	Share options reserve 購股權儲備	Warrants reserve 認股權證儲備	Share-based compensation reserve 股份補償儲備	Accumulated losses 累計虧損	Total equity 權益總額	Share option scheme	
									Share capital 股本	Share premium 股份溢價
Balance as at 31 December 2010 and 1 January 2011	38,289,642	882,819,484	168,000,000	14,460,609	-	24,177,746	(1,019,779,507)	87,967,974		
Total comprehensive loss for the year	-	-	-	-	-	-	(6,472,389)	(6,472,389)		
Issue of Consideration Shares (Note 35(c))	2,000,000	166,000,000	-	-	-	-	-	-		
Option in respect of acquisition of subsidiaries lapsed (Note 35(c))	-	-	(14,460,609)	-	-	-	14,460,609	-		
Issue of warrants (Note 37)	-	-	-	-	223,224	-	-	223,224		
Share option scheme										
- vested share options	-	-	-	-	-	(922,997)	922,997	-		
Balance as at 31 December 2011	40,289,642	1,028,819,484	-	223,224	23,254,749	(1,010,866,290)	81,718,809			

CONSOLIDATED STATEMENT OF CASH FLOWS

綜合現金流量表

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

	Note 附註	2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Cash flows from operating activities			
Loss before income tax		(34,727,222)	(250,567,434)
Adjustments for:			
– Depreciation of property, plant and equipment		5,208,717	4,702,051
– Amortization of intangible assets		–	4,800,905
– Share of losses of associates		245,543	364,161
– (Gain)/loss on disposal of property, plant and equipment		(258,765)	30,945
– Net fair value losses/(gains) on securities trading		1,261,117	(2,258,847)
– Net fair value gains on investment property		(344,500)	–
– Impairment of goodwill		–	53,811,784
– Impairment of other intangible assets		–	131,026,047
– Impairment of trade receivables		–	120,049
– Impairment of other receivables		4,714,937	1,537,454
– Gain on disposal of subsidiaries		(3,971,794)	(2,161,965)
– Share-based compensation expenses		–	23,382,573
– Interest income		(937,225)	(538,561)
Operating cash flows before changes in working capital		(28,809,192)	(35,750,838)
– Inventories		(99,225)	(41,289)
– Held-for-trading investments		(153,918)	(958,711)
– Trade receivables		1,670,933	(8,535,630)
– Prepayments, deposits and other receivables		19,773,667	(23,209,956)
– Segregated trust bank balances		20,279,268	6,701,221
– Trade payables		(20,306,944)	(1,805,435)
– Other payables and accruals		(1,959,845)	6,908,310
Cash used in operations		(9,605,256)	(56,692,328)
Income tax paid		(323,171)	(7,333,167)
Interest received		937,225	538,561
Net cash used in operating activities		(8,991,202)	(63,486,934)
Cash flows from investing activities			
Purchases of property, plant and equipment		(41,237,868)	(3,687,409)
Purchase of investment property		(41,755,500)	–
Purchases of intangible assets		–	(1,933,967)
Proceeds from disposal of property, plant and equipment		440,086	52,366
Acquisition of remaining equity interest in a subsidiary		(1)	–
Proceeds from disposal of partial equity interest in a subsidiary		–	1,180,000
Advances to associates		(13,464,253)	(105,531)
Acquisition of subsidiaries, net of cash acquired		–	42,169
Investment in associates		(1,229,830)	–
Repayment from an associate		287	–
Disposal of subsidiaries, net of cash disposed		4,317,555	4,204,842
Net cash used in investing activities		(92,929,524)	(247,530)

CONSOLIDATED STATEMENT OF CASH FLOWS

綜合現金流量表

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

	Note 附註	2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Cash flows from financing activities			
Proceeds from issue of ordinary shares, net of related transaction costs		—	188,066,599
Proceeds from issue of warrants, net of related transaction costs		223,224	—
Transaction costs attributable to issue of ordinary shares		—	(2,424,551)
Repayments of loan payable under control agreements		—	(62,875,950)
Repayments of short-term bank loan		—	(14,727,700)
Repayments of bank borrowings		(2,877,953)	—
Drawdown of bank borrowings		39,130,000	—
Capital contributions from non-controlling interests		—	5,088,160
Net cash generated from financing activities		36,475,271	113,126,558
Net (decrease)/increase in cash and cash equivalents		(65,445,455)	49,392,094
Cash and cash equivalents at beginning of year		104,961,222	54,004,538
Exchange gains on cash and cash equivalents		134,263	1,564,590
Cash and cash equivalents at end of year	27	39,650,030	104,961,222
Net cash (outflow)/inflow on acquisition of subsidiaries:			
Purchase consideration, settled in cash		—	(240,720)
Cash and cash equivalents in subsidiaries acquired		—	282,889
		—	42,169
Net cash inflow arising on disposal of subsidiaries:			
Total cash consideration		4,811,160	22,851,313
Bank balances and cash disposed, excluding segregated trust bank balances		(493,605)	(18,646,471)
		4,317,555	4,204,842

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

1. GENERAL INFORMATION

First China Financial Network Holdings Limited (the “Company”) and its subsidiaries (together the “Group”) are principally engaged in the provision of stock information and research analysis services and trading and principal investments in the Peoples’s Republic of China (the “PRC”), provision of securities trading services, corporate finance consultancy services, trading and principal investments in Hong Kong, and wealth management services in Hong Kong and the PRC.

The Company was incorporated as an exempted company with limited liability in the Cayman Islands under the Companies Law of the Cayman Islands. The Company’s registered office is situated at Century Yard, Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The Company’s principal place of business is situated at 16th Floor, The Chinese Manufacturers’ Association of Hong Kong Building, No.64-66 Connaught Road Central, Hong Kong.

The Company’s shares are listed on the Growth Enterprise Market (“GEM”) of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

The consolidated financial statements are presented in Hong Kong dollars, while the functional currencies of certain subsidiaries are presented in Renminbi (“RMB”). The Company has selected Hong Kong dollar as its presentation currency because the management considered it is more beneficial to the user of the consolidated financial statements. These consolidated financial statements were approved and authorized for issue by the board of directors on 23 March 2012.

1. 一般資料

首華財經網絡集團有限公司(「本公司」)及其附屬公司(統稱「本集團」)主要業務為在中華人民共和國(「中國」)提供股票資訊及研究分析服務以及買賣及自營投資、在香港提供證券買賣服務、企業融資顧問服務以至買賣及自營投資，以及在香港及中國提供財富管理服務。

本公司在開曼群島根據開曼群島公司法註冊成立為獲豁免有限公司。本公司之註冊辦事處位於Century Yard, Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands。本公司之主要營業地點位於香港中環干諾道中64-66號廠商會大廈16樓。

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。

該等綜合財務報表均以港元呈列，而若干附屬公司的功能貨幣則以人民幣(「人民幣」)呈列。本公司選擇港元作為其呈列貨幣，乃由於管理層認為其對綜合財務報表的用者而言較為有利。此等綜合財務報表已獲董事會於二零一二年三月二十三日批准及授權刊發。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

2.1 Basis of preparation

The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”) issued by Hong Kong Institute of Certified Public Accountants (the “HKICPA”). They have been prepared under the historical cost convention, as modified by financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

The preparation of the consolidated financial statements in conformity with HKFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements, are disclosed in Note 4.

Changes in accounting policy and disclosures

(a) New and amended standards adopted by the Group

The following new standards and amendments to standards are mandatory for the first time for the financial year beginning 1 January 2011 that would be expected to have a material impact on the Group.

HKAS 24 (revised), “Related party disclosures” – effective from 1 January 2011. The revised standard clarifies and simplifies the definition of a related party and removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities.

2. 主要會計政策概要

編製此等綜合財務報表所採納之主要會計政策載列如下。除另有註明者外，此等政策已於所有呈報年度貫徹應用。

2.1 編製基準

綜合財務報表乃根據香港會計師公會（「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」）所編製。綜合財務報表乃按歷史成本常規編製，並就按公平值計入損益之金融資產及金融負債（包括衍生工具）作出修訂。

遵照香港財務報告準則編製綜合財務報表須作出若干重要會計評估，亦要求管理層於應用本集團會計政策時作出判斷，而須作出較高水平判斷或較為複雜之範圍或假設及評估對綜合財務報表攸關重要之範圍，已於附註4披露。

會計政策及披露規定之變動

(a) 本集團採納之新訂及經修訂準則

下列新準則及經修訂準則首次被強制要求於二零一一年一月一日開始之財政年度採納，預期此項要求將對本集團造成重大影響。

香港會計準則第24號（修改），「關連人士之披露」—自二零一一年一月一日起生效。此修訂準則澄清及簡化關連人士之定義，並且刪除政府相關實體須披露與政府及其他政府相關實體所有交易之規定。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.1 Basis of preparation (continued)

Changes in accounting policy and disclosures (continued)

(a) *New and amended standards adopted by the Group (continued)*

HK (IFRIC) – Int 19, “Extinguishing financial liabilities with equity instruments” – effective from 1 January 2011. The interpretation clarifies the accounting by an entity when the terms of a financial liability are renegotiated and result in the entity issuing equity instruments to a creditor of the entity to extinguish all or part of the financial liability (debt for equity swap). It requires a gain or loss to be recognized in profit or loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instruments issued. If the fair value of the equity instruments issued cannot be reliably measured, the equity instruments should be measured to reflect the fair value of the financial liability extinguished.

Except for the adoption of HKAS 24 (revised) and HK (IFRIC) – Int 19, the adoption of other new and amended standards and interpretations does not have material impact on these consolidated financial statements and does not result in substantial changes to the Group’s accounting policies.

2. 主要會計政策概要(續)

2.1 編製基準(續)

會計政策及披露規定之變動(續)

(a) 本集團採納之新訂及經修訂準則(續)

香港(國際財務報告詮釋委員會) – 詮釋第19號「以權益工具取代金融負債」 – 自二零一一年一月一日起生效。此詮釋澄清當債務人重新商討其債務條款，從而透過向實體債權人發行權益工具以取代負債(即「以股換債」)的會計入賬法。在損益中確認之收益或虧損為所發行權益工具之公平值與金融負債賬面值之間之差額。如權益工具之公平值未能可靠計量，將以金融負債之公平值計量以反映該權益工具之公平值。

除於採用香港會計準則第24號(修改)及香港(國際財務報告詮釋委員會) – 詮釋第19號，其他新訂及經修訂準則及詮釋對綜合財務報表並無任何重大影響，亦不會導致本集團會計政策有重大改變。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.1 Basis of preparation (continued)

Changes in accounting policy and disclosures (continued)

(b) *New and amended standards have been issued but are not effective for the financial year beginning 1 January 2011 and have been early adopted by the Group:*

In December 2010, the HKICPA amended HKAS 12, "Income taxes", to introduce an exception to the principle for the measurement of deferred tax assets or liabilities arising on an investment property measured at fair value. HKAS 12 requires an entity to measure the deferred tax relating to an asset depending on whether the entity expects to recover the carrying amount to asset through use or sale. The amendment introduces a rebuttable presumption that an investment property measured at fair value is recovered entirely by sales. The amendment is applicable retrospectively to annual periods beginning on or after 1 January 2012 with early adoption permitted. The Group has early adopted this amendment retrospectively for the financial year ended 31 December 2011.

(c) *New and amended standards have been issued but are not effective for the financial year beginning 1 January 2011 and have not been early adopted by the Group:*

- HKFRS 7 (Amendments), "Disclosures – Transfers of financial assets" (effective for the Group for annual periods beginning on or after 1 January 2012).
- HKFRS 7, "Disclosures – offsetting financial assets and financial liabilities" (effective for the Group for annual periods beginning on or after 1 January 2012).

2. 主要會計政策概要(續)

2.1 編製基準(續)

會計政策及披露規定之變動(續)

(b) *已頒佈但對於二零一一年一月一日開始之財政年度尚未生效，惟本集團已提早採納之新訂及經修訂準則：*

於二零一零年十二月，香港會計師公會修訂香港會計準則第12號「所得稅」，對計量投資物業因按公平值計量之遞延稅項資產或負債之原有原則引入一個例外情況。現時香港會計準則第12號規定實體計量與一項資產相關之遞延稅項，取決於該實體是否預期通過使用或出售有關資產而收回之賬面值。該修訂引入一項可推翻假設，即按公平值計量之投資物業可全數通過出售而收回。該修訂可對二零一二年一月一日或之後開始之年度期間追溯應用及容許提早採納。本集團已就截至二零一一年十二月三十一日止之財政年度提早追溯性採納此修訂。

(c) *已頒佈但對於二零一一年一月一日開始之財政年度尚未生效，且本集團並無提早採納之新訂及經修訂準則：*

- 香港財務報告準則第7號(修訂本)，「披露 – 轉讓金融資產」(於本集團在二零一二年一月一日或之後開始之年度期間生效)。
- 香港財務報告準則第7號，「披露 – 金融資產與金融負債之互相抵銷」(於本集團在二零一二年一月一日或之後開始之年度期間生效)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.1 Basis of preparation (continued)

Changes in accounting policy and disclosures (continued)

(c) *New and amended standards have been issued but are not effective for the financial year beginning 1 January 2011 and have not been early adopted by the Group: (continued)*

- HKFRS 9, “Financial instruments” (effective for the Group for annual periods beginning on or after 1 January 2015).
- HKFRS 9 & HKFRS 7, “Mandatory effective date of HKFRS 9 and Transition Disclosure” (effective for the Group for annual periods beginning on or after 1 January 2015).
- HKFRS 10, “Consolidated financial statements” (effective for the Group for annual periods beginning on or after 1 January 2013).
- HKFRS 11, “Joint arrangements” (effective for the Group for annual periods beginning on or after 1 January 2013).
- HKFRS 12, “Disclosure of interests in other entities” (effective for the Group for annual periods beginning on or after 1 January 2013).

2. 主要會計政策概要(續)

2.1 編製基準(續)

會計政策及披露規定之變動(續)

- (c) *已頒佈但對於二零一一年一月一日開始之財政年度尚未生效，且本集團並無提早採納之新訂及經修訂準則：*
- (續)
- 香港財務報告準則第9號，「金融工具」(於本集團在二零一五年一月一日或之後開始之年度期間生效)。
 - 香港財務報告準則第9號及香港財務報告準則第7號，「香港財務報告準則第9號之強制性生效日期及過渡性披露」(於本集團在二零一五年一月一日或之後開始之年度期間生效)。
 - 香港財務報告準則第10號，「綜合財務報表」(於本集團在二零一三年一月一日或之後開始之年度期間生效)。
 - 香港財務報告準則第11號，「聯合安排」(於本集團在二零一三年一月一日或之後開始之年度期間生效)。
 - 香港財務報告準則第12號，「披露於其他實體之權益」(於本集團在二零一三年一月一日或之後開始之年度期間生效)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.1 Basis of preparation (continued)

Changes in accounting policy and disclosures (continued)

(c) *New and amended standards have been issued but are not effective for the financial year beginning 1 January 2011 and have not been early adopted by the Group: (continued)*

- HKFRS 13, “Fair value measurement” (effective for the Group for annual periods beginning on or after 1 January 2013).
- HKAS 1 (Amendment), “Presentation of items of other comprehensive income” (effective for the Group for annual periods beginning on or after 1 January 2012).
- HKAS 19 (2011), “Employee benefits” (effective for the Group for annual periods beginning on or after 1 January 2013).
- HKAS 27 (2011), “Separate financial statements” (effective for the Group for annual periods beginning on or after 1 January 2013).
- HKAS 28 (2011), “Investments in associates and joint ventures” (effective for the Group for annual periods beginning on or after 1 January 2013).

2. 主要會計政策概要(續)

2.1 編製基準(續)

會計政策及披露規定之變動(續)

- (c) 已頒佈但對於二零一一年一月一日開始之財政年度尚未生效，且本集團並無提早採納之新訂及經修訂準則：
- (續)
- 香港財務報告準則第13號，「公平值計量」(於本集團在二零一三年一月一日或之後開始之年度期間生效)。
 - 香港會計準則第1號(修訂本)，「呈列於其他全面收益之項目」(於本集團在二零一二年一月一日或之後開始之年度期間生效)。
 - 香港會計準則第19號(二零一一年)，「僱員福利」(於本集團在二零一三年一月一日或之後開始之年度期間生效)。
 - 香港會計準則第27號(二零一一年)，「獨立財務報表」(於本集團在二零一三年一月一日或之後開始之年度期間生效)。
 - 香港會計準則第28號(二零一一年)，「於聯營公司及合資企業之投資」(於本集團在二零一三年一月一日或之後開始之年度期間生效)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.1 Basis of preparation (continued)

Changes in accounting policy and disclosures (continued)

(c) *New and amended standards have been issued but are not effective for the financial year beginning 1 January 2011 and have not been early adopted by the Group: (continued)*

- HKAS 32, “Offsetting financial assets & financial liabilities” (effective for the Group for annual periods beginning on or after 1 January 2014).
- HK(IFRIC) — Int 20, “Stripping Costs in the production phase of a surface mine” (effective for the Group for annual periods beginning on or after 1 January 2013).

The adoption of the above standards, amendments and interpretations to existing standards in future periods is not expected to result in substantial changes to the Group’s accounting policies.

In addition, HKICPA also published a number of amendments to the existing standards under its annual improvement projects. These amendments are not expected to have a significant financial impact on the results and financial position of the Group.

2. 主要會計政策概要(續)

2.1 編製基準(續)

會計政策及披露規定之變動(續)

(c) *已頒佈但對於二零一一年一月一日開始之財政年度尚未生效，且本集團並無提早採納之新訂及經修訂準則：(續)*

- 香港會計準則第32號，「金融資產與金融負債之互相抵銷」(於本集團在二零一四年一月一日或之後開始之年度期間生效)。
- 香港(國際財務報告詮釋委員會)－詮釋第20號，「露天礦場生產期之剝除成本」(於本集團在二零一三年一月一日或之後開始之年度期間生效)。

預期於日後期間採納以上準則、修訂及現行準則之詮釋並不會對本集團會計政策造成重大影響。

此外，香港會計師公會亦根據其年度改進項目頒佈多項對現行準則之修訂。預期該等修訂對本集團之業績及財務狀況並無重大財務影響。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 Subsidiaries

2.2.1 Consolidation

Subsidiaries are all entities (including special purpose entities) over which the Group has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

Inter-company transactions, balances, income and expenses on transactions between group companies are eliminated. Profits and losses resulting from inter-company transactions that are recognized in assets are also eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

2. 主要會計政策概要(續)

2.2 附屬公司

2.2.1 綜合

附屬公司指本集團可對其財務及經營政策行使控制權，控制其過半數投票權之實體（包括為特殊目的而成立之實體）。在評估本集團是否控制另一實體時，將考慮目前可行使或目前可轉換之潛在投票權是否存在及其影響。

附屬公司自控制權轉移予本集團當日起全面綜合入賬，並由控制權終止當日起停止綜合入賬。

集團旗下公司間之交易、結餘及集團公司間交易之收益及開支互相對銷。公司間之交易所帶來之利潤或虧損並確認為資產之金額亦會對銷。綜合財務報表內有關附屬公司之會計政策已於有需要時修訂，以確保與本集團所採納政策一致。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 Subsidiaries (continued)

2.2.1 Consolidation (continued)

(a) Business combinations

The Group applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the Group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The Group recognizes any non-controlling interest in the acquiree on an acquisition-by-acquisition basis, either at fair value or at the non-controlling interest's proportionate share of the recognized amounts of acquiree's identifiable net assets.

Acquisition-related costs are expensed as incurred.

Goodwill is initially measured as the excess of the aggregate of the consideration transferred and the fair value of non-controlling interest over the net identifiable assets acquired and liabilities assumed. If this consideration is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognized in profit or loss.

2. 主要會計政策概要(續)

2.2 附屬公司(續)

2.2.1 綜合(續)

(a) 業務合併

本集團採用會計收購法作為業務合併之入賬方法。就收購附屬公司所轉讓代價乃本集團轉讓資產、前被收購方擁有人所產生之負債及發行股本權益之公平值。所轉讓代價包括自或然代價安排產生之任何資產或負債之公平值。所收購可識別資產與業務合併所承擔之負債及或然負債初步按其於收購日期之公平值計量。本集團於每次收購時按公平值或非控股權益佔被收購方可識別資產淨值之比例確認任何於被收購方之非控股權益。

收購相關成本於產生時列作支出。

商譽初步確認為所轉讓代價及非控股權益公平值超逾所收購可識別資產淨值及所承擔負債淨值公平值之差額。倘此代價低於所收購附屬公司資產淨值之公平值，差額於損益確認。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 Subsidiaries (continued)

2.2.1 Consolidation (continued)

- (b) *Changes in ownership interests in subsidiaries without change of control*

Transactions with non-controlling interests that do not result in loss of control are accounted for as equity transactions – that is, as transactions with the owners in their capacity as owners. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

- (c) *Disposal of subsidiaries*

When the Group ceases to have control, any retained interest in the entity is re-measured to its fair value at the date when control is lost, with the change in carrying amount recognized in profit or loss. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognized in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognized in other comprehensive income are reclassified to profit or loss.

2. 主要會計政策概要(續)

2.2 附屬公司(續)

2.2.1 綜合(續)

- (b) *於附屬公司之所有權權益變動但不致失去控制權*

不會導致失去控制權之非控股權益交易乃作為股權交易入賬。即與擁有人以其作為擁有人之身份進行之交易。所支付之任何代價與相關應佔收購附屬公司淨資產之賬面值之差額記入權益。出售非控股權益之收益或虧損亦記入權益。

- (c) *出售附屬公司*

倘本集團不再擁有控制權或重大影響力，其於該實體之任何保留權益將於失去控制權當日按公平值重新計量，而賬面值之變動則於損益中確認。就其後入賬列作聯營公司、合資公司或金融資產之保留權益而言，公平價值指初始賬面值。此外，先前於其他全面收入內確認與該實體有關之任何金額，按猶如本集團已直接出售有關資產或負債之方式入賬。這可能意味着先前在其他全面收入內確認之金額將重新劃分為溢利或虧損。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 Subsidiaries (continued)

2.2.2 Separate financial statements

Investments in subsidiaries are accounted for at cost less impairment. Cost is adjusted to reflect changes in consideration arising from contingent consideration amendments. Cost also includes direct attributable costs of investment. The results of subsidiaries are accounted for by the Company on the basis of dividend and receivable.

Impairment testing of the investments in subsidiaries or associates is required upon receiving dividends from these investments if the dividend exceeds the total comprehensive income of the subsidiary or associate in the period the dividend is declared or if the carrying amount of the investment in the separate financial statements exceeds the carrying amount in the consolidated financial statements of the investee's net assets including goodwill.

2.3 Associates

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting. Under the equity method, the investment is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition. The Group's investment in associates includes goodwill identified on acquisition.

If the ownership interest in an associate is reduced but significant influence is retained, only a proportionate share of the amounts previously recognized in other comprehensive income is reclassified to profit or loss where appropriate.

2. 主要會計政策概要(續)

2.2 附屬公司(續)

2.2.2 獨立財務報表

於附屬公司之投資乃以成本減去減值之方法計算。成本經調整以反映因或然代價修訂產生之代價變動。成本亦包括投資直接應佔成本。附屬公司之業績乃按本公司按股息及應收款項入賬。

倘投資附屬公司或聯營公司所產生之股息超過附屬公司或聯營公司於派息期間之全面總收入，或獨立財務報表內之投資賬面值超過綜合財務報表內被投資者之淨資產(包括商譽)賬面值，則在收取有關投資所得股息時即須對此等投資進行減值測試。

2.3 聯營公司

聯營公司指所有本集團對其有重大影響力但無控制權之實體，通常擁有其附帶20%至50%投票權之股權。於聯營公司之投資以權益會計法入賬。根據權益會計法，投資初步按成本確認，於收購日期後，賬面值將予增加或減少以確認投資者應佔被投資方之利潤或虧損。本集團於聯營公司之投資包括收購時已識別之商譽。

倘於聯營公司之所有權權益減少但重大影響力獲保留，則先前於其他全面收入內確認之金額之若干比例會重新劃分為溢利或虧損(如適用)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.3 Associates (continued)

The Group's share of post-acquisition profits or losses is recognized in the consolidation statement of comprehensive income, and its share of post-acquisition movements in other comprehensive income is recognized in other comprehensive income with a corresponding adjustment to the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognize further losses, unless it has incurred legal and constructive obligations or made payments on behalf of the associate.

The Group determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this is the case, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognizes the amount adjacent to "share of profit/(loss) of an associate" in the consolidated statement of comprehensive income.

Profits and losses resulting from upstream and downstream transactions between the Group and its associate are recognized in the Group's financial statements only to the extent of unrelated investor's interests in the associates. Unrealized losses are eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Group.

Dilution gains and losses arising in investments in associates are recognized in the consolidated statement of comprehensive income.

2.4 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments.

2. 主要會計政策概要(續)

2.3 聯營公司(續)

本集團應佔聯營公司之收購後溢利或虧損於綜合全面收入報表確認，而應佔之其他全面收入之收購後變動則確認於其他全面收入。投資賬面值會根據累計之收購後變動而作出調整。倘本集團應佔一家聯營公司之虧損等於或超過其在該聯營公司之權益，包括任何其他無抵押應收款項，本集團不會確認進一步虧損，除非本集團已代聯營公司承擔責任或作出付款。

本集團於各報告日期釐定是否有任何客觀證據顯示於聯營公司之投資出現減值。倘出現減值，本集團會將減值金額作為聯營公司之可收回金額與其賬面值之差額計算，並於綜合全面收入報表內「應佔聯營公司利潤／(虧損)」旁之金額確認。

本集團與其聯營公司之間之上游及下游交易所產生之溢利及虧損，只會限於無關投資者佔聯營公司權益範圍在本集團之財務報表內確認。除非該項交易有證據顯示所轉讓資產已減值，否則未變現虧損予以對銷。聯營公司之會計政策在有需要時已作改動，以確保與本集團所採用者一致。

投資於聯營公司產生之攤薄收益及虧損在綜合全面收入報表確認。

2.4 分部報告

經營分部報告方式與向主要經營決策者之內部報告方式一致。主要經營決策者負責分配資源及評估經營分部表現。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.5 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in Hong Kong dollars (HK\$), which is the Company's functional and the Group's presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the consolidated statement of comprehensive income.

Translation differences on non-monetary financial assets and liabilities such as equities held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss. Translation differences on non-monetary financial assets, such as equities classified as available-for-sale, are included in other comprehensive income.

(c) Group companies

The results and financial position of all the Group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position;

2. 主要會計政策概要(續)

2.5 外幣換算

(a) 功能及呈報貨幣

本集團每個實體於財務報表所列項目，均以有關實體經營業務所在主要經濟環境所用貨幣(「功能貨幣」)計量。綜合財務報表以本公司之功能及本集團之呈報貨幣港元(「港元」)列值。

(b) 交易及結餘

外幣交易按交易日期或(於項目經重新計量時)估值日期之匯率換算為功能貨幣。結算該等交易及按年結時匯率換算以外幣計值貨幣資產及負債所產生之匯兌盈虧，均於綜合全面收入報表確認。

非貨幣金融資產及負債(例如按公平值計入損益之權益)之換算差額，乃列作公平值盈虧於損益確認。非貨幣金融資產(例如分類為可供出售之權益)之換算差額，則計入其他全面收入。

(c) 集團旗下公司

本集團旗下所有功能貨幣與呈報貨幣不同之實體(該等實體概無擁有嚴重通脹經濟體系之貨幣)之業績及財務狀況，按以下方式換算為呈報貨幣：

- 各財務狀況報表所呈列資產及負債，按報表結算日之收市匯率換算；

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.5 Foreign currency translation (continued)

(c) Group companies (continued)

- income and expenses for each statement of comprehensive income are translated at average exchange rates for the year; and
- all resulting exchange differences are recognized in other comprehensive income.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate. Exchange differences arising are recognized in equity.

2.6 Property, plant and equipment

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to the consolidated statement of comprehensive income during the financial period in which they are incurred.

Depreciation on property, plant and equipment is calculated, using the straight-line method to allocate their costs to their residual values over their estimated useful lives, as follows:

Land	Over the term of leases
Building	25 years
Leasehold improvements	Over the term of leases
Office equipment and furniture	3 to 5 years
Computer equipment	3 years
Motor vehicles	3 to 10 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

2. 主要會計政策概要(續)

2.5 外幣換算(續)

(c) 集團旗下公司(續)

- 各全面收入報表之收入及支出按年內平均匯率換算；及
- 所有匯兌差額將於其他全面收入確認。

收購外國實體所產生商譽及公平值調整當作外國實體之資產及負債處理，並按收市匯率換算。所產生之匯兌差額於權益確認。

2.6 物業、機器及設備

物業、機器及設備按歷史成本減折舊列賬。歷史成本包括直接源自收購有關項目之開支。其後成本僅於與有關項目之日後經濟利益可能流入本集團且該項目之成本能可靠計量時，方計入資產賬面值或確認為獨立資產(視適用情況而定)。被更換部分之賬面值將終止確認。所有其他維修及保養於產生之財政期間在綜合全面收入報表扣除。

物業、機器及設備之折舊乃以直線法，按其估計可使用年期，將其成本分配至其剩餘價值，所用年期如下：

土地	按租約年期
樓宇	25年
租賃物業裝修	按租約年期
辦公室設備及傢俬	3至5年
電腦設備	3年
汽車	3至10年

資產之剩餘價值及可使用年期於各報告期間結束時檢討，並在適當時作出調整。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.6 Property, plant and equipment (continued)

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains or losses on disposals are determined by comparing the proceeds with the carrying amount and recognized in the consolidated statement of comprehensive income.

When revalued assets are sold, the amounts included in other reserves are transferred to retained earnings.

2.7 Investment properties

Property that is held for long-term rental yields or for capital appreciation or both, and that is not occupied by the Group, is classified as investment property. Investment property comprises freehold land, land held under operating leases and buildings held under finance leases. Land held under operating leases and buildings is classified and accounted for as investment property when the rest of the definition of investment property is met. The operating lease is accounted for as if it were a finance lease.

Investment property is measured initially at its cost, including related transaction costs and borrowing costs. Borrowing costs are incurred for the purpose of acquiring or constructing a qualifying asset are capitalized as part of its cost. Borrowing costs are capitalized while acquisition or construction is actively underway and cease once the asset is substantially complete, or suspended if the development of the asset is suspended.

After initial recognition, investment property is carried at fair value. Fair value is based on valuations carried out by professional valuers. Investment property that is being redeveloped for continuing use as investment property, or for which the market has become less active continues to be measured at fair value. Where fair value of investment property under construction is not reliably determinable, such investment property under construction is measured at cost until either its fair value becomes reliably determinable or construction is completed (whichever is earlier).

2. 主要會計政策概要(續)

2.6 物業、機器及設備(續)

倘資產之賬面值高於其估計可收回價值，其賬面值即時撇減至可收回金額。

出售盈虧按所得款項與賬面值之比較釐定，並於綜合全面收入報表內項下確認。

重估資產售出後，其他儲備內之金額將轉移至保留盈利。

2.7 投資物業

為獲得長期租金收益或資本增值或兩者兼備而持有，且並非由本集團內之公司佔用的物業列為投資物業。投資物業包括以永久權持有之土地、以營運租賃持有之土地及以融資租賃持有之樓宇。以營運租賃持有之土地，如符合投資物業其餘定義，按投資物業分類及入賬。營運租賃猶如其為融資租賃而入賬。

投資物業初步按其成本計量，包括相關之交易成本及借貸成本。於收購或發展合資格資產時產生的借貸成本資本化為其成本。借貸成本於收購或發展期間予以資本化。當資產完成或停止時終止資本化。

在初步確認後，投資物業按公平值列賬。公平值乃根據外部估值師之評估當投資物業被重新發展並繼續用作投資物業，或其市場活躍程度減低時仍然以公平值計量。當興建中的投資物業之公平值未能可靠地計量，該興建中之投資物業以成本計量，直至公平值能夠可靠地計量或完成興建，以先者為準。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.7 Investment properties (continued)

The fair value of investment property reflects, among other things, rental income from current leases and assumptions about rental income from future leases in the light of current market conditions. The fair value also reflects, on a similar basis, any cash outflows that could be expected in respect of the property. Some of those outflows are recognized as a liability, including finance lease liabilities in respect of leasehold land, if any, classified as investment property; others, including contingent rent payments, are not recognized in the consolidated financial statements.

Subsequent expenditure is charged to the carrying amount of the property only when it is probable that future economic benefits associated with the asset will flow to the Group and the cost of the asset can be measured reliably. All other repairs and maintenance costs are expensed in the statement of comprehensive income during the financial period in which they are incurred. Changes in fair values of investment property are recognized in the consolidated statement of comprehensive income.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal.

When an investment property undergoes a change in use, evidenced by commencement of development with a view to sale, the property is transferred to completed properties held for sale at its fair value at the date of change in use.

If an investment property becomes owner-occupied, it is reclassified as property, plant and equipment, except that the land portion is reclassified as leasehold land and land use rights if it is operating lease in nature, and its fair value at the date of reclassification becomes its cost for accounting purposes.

2. 主要會計政策概要(續)

2.7 投資物業(續)

投資物業之公平值，乃反映自目前之租金及按現時市場情況對未來租金之假設公平值同樣地亦反映有關物業的現金流出。一些流出以負債確認，包括以融資租賃持有的土地(如有)也反映為投資物業。其他包括或然租金支出不在綜合財務報表中確認。

其後支出只有在與該資產有關之未來經濟利益有可能流入本集團，而該資產之成本能可靠計量時，才計入在該物業之賬面值中。所有其他維修及保養成本在其產生之財政期間於全面收入表支銷。投資物業之公平值變動於綜合全面收入表內確認。

投資物業於出售或永久不用及預期出售時不會帶來未來經濟利益時取消確認。

當投資物業用途改變，並有發展跡象顯示將作出售，物業會轉至用作出售之已落成物業，並以改變用途當天之公平值列賬。

若投資物業變成業主自用，會被重新分類為物業、機器及設備，除非如投資物業之本質為經營租賃，則土地部份被重新分類為租賃土地及土地使用權，而其於重新分類日期之公平值會為會計目的而變為其成本。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.7 Investment properties (continued)

If a property becomes an investment property because its use has changed, any difference resulting between the carrying amount and the fair value of this property at the date of transfer is recognized in equity as revaluation of property, plant and equipment. However, if the fair value gives rise to a reversal of a previous impairment, this write-back is recognized in the consolidated statement of comprehensive income. This revaluation reserve shall remain and be transferred to revenue reserve upon disposal of this property.

2.8 Intangible assets

(a) Goodwill

Goodwill represents the excess of the cost of an acquisition over the fair value of the Group's share of the net identifiable assets of the acquired subsidiary at the date of acquisition. Goodwill on acquisitions of subsidiaries is included in "intangible assets". Goodwill is tested annually for impairment and carried at cost less accumulated impairment losses. Impairment losses on goodwill are not reversed. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

Goodwill is allocated to cash-generating units for the purpose of impairment testing. The allocation is made to those cash-generating units or groups of cash-generating units that are expected to benefit from the business combination in which the goodwill arose identified according to operating segment.

(b) Trading rights

The Group's intangible assets represent eligibility rights to trade on or through the Stock Exchange. The trading rights are carried at cost less accumulated amortization and accumulated impairment losses.

2. 主要會計政策概要(續)

2.7 投資物業(續)

若物業之用途改變而成為投資物業，該物業於轉撥日期之賬面值與公平值的任何差額在權益中確認為物業、機器及設備的重估。然而，若公平值收益將以往之減值虧損撥回，該收益於綜合全面收益表確認。重估儲備應保留並於出售物業時轉至盈餘儲備。

2.8 無形資產

(a) 商譽

商譽指收購成本超出本集團應佔所收購附屬公司可識別資產淨值於收購日期之公平值之差額。收購附屬公司之商譽計入「無形資產」。商譽每年進行減值檢測，並按成本減累計減值虧損列賬。商譽減值虧損不予撥回。出售實體產生之收益及虧損包括售出實體之相關商譽賬面值。

商譽分配至現金產生單位以進行減值檢測。預期受益於業務合併所產生商譽之現金產生單位或現金產生單位組別(按經營分部辨識)將獲分配商譽。

(b) 買賣權

本集團之無形資產指於或透過聯交所買賣之合資格權利。買賣權利乃按成本減累計攤銷及累計減值虧損列賬。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.8 Intangible assets (continued)

(c) Website

The website hosting an interactive financial video channel called Stock Online (股市在綫) was acquired by the Group in a business combination. The website has a finite useful life and is carried at cost less accumulated amortization and impairment. Amortization is calculated using the straight-line method to allocate the cost of website over its estimated useful life of 30 years.

(d) Software

The software represents Stock Online First Stock Search Software (選股在綫第一搜股軟件). The software has a finite useful life and is carried at cost less accumulated amortization and impairment. Amortization is calculated using the straight-line method to allocate the cost of software over its estimated useful life of 10 years.

2.9 Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortization and are tested annually for impairment. Assets that are subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

2. 主要會計政策概要(續)

2.8 無形資產(續)

(c) 網站

本集團於業務合併中購入一個名為「股市在綫」之互動財經視像頻道。網站有可用期限，並按成本減累計攤銷及減值列賬。攤銷採用直線法計算，在網站估計可用年期30年內分配網站成本。

(d) 軟件

該軟件指「選股在綫第一搜股軟件」。軟件有可用期限，並按成本減累計攤銷及減值列賬。攤銷採用直線法計算，在軟件估計可用年期10年內分配軟件成本。

2.9 於非金融資產之投資減值

並無可用期限之資產毋須攤銷，但此等資產每年均作出一次減值檢測。倘發生任何可能導致未能收回資產賬面值之事項或情況變化，本集團將檢測須攤銷資產之減值情況。減值虧損按資產賬面值超越其可收回款額之數額確認。可收回金額為資產公平值減出售成本後之價值與其使用價值兩者之間之較高者。評估資產減值時，本集團按可個別確認其現金流量之最低水平劃分資產類別(現金產生單位)。出現減值之非金融資產(商譽除外)於各報告日期檢測，確定是否可能撥回減值。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.10 Financial assets

Classification

The Group classifies its financial assets in the following categories: at fair value through profit or loss, loans and receivables and available-for-sale. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition.

(a) *Financial assets at fair value through profit or loss*

Financial assets at fair value through profit or loss are financial assets held-for-trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term. Assets in this category are classified as current assets.

(b) *Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for the amounts that are settled or expected to be settled more than 12 months after the end of the reporting period. These are classified as non-current assets.

(c) *Available-for-sale financial assets*

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless the investment matures or management intends to dispose of it within 12 months of the end of the reporting period.

2. 主要會計政策概要(續)

2.10 金融資產

分類

本集團按以下類別分類其金融資產：按公平值計入損益之金融資產、貸款及應收款項及可供出售金融資產。分類視乎購入金融資產之目的而定。管理層於初步確認時決定金融資產之分類。

(a) *按公平值計入損益之金融資產*

按公平值計入損益之金融資產為待售金融資產。倘購入時主要目的為在短期內出售，則金融資產歸入此類別。在此類別之資產分類為流動資產。

(b) *貸款及應收款項*

貸款及應收款項為有固定或待定期付款且並無在活躍市場報價之非衍生金融資產。貸款及應收款項計入流動資產，惟於或預期於報告期間結束後超過十二個月清償者，則分類為非流動資產。

(c) *可供出售金融資產*

可供出售金融資產為被界定為此類別或並無分類至任何其他類別之非衍生項目。除非有關投資到期或管理層擬於報告期間結束起計十二個月內出售，否則可供出售金融資產列入非流動資產。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.10 Financial assets (continued)

Recognition and measurement

Regular way purchases and sales of financial assets are recognized on the trade-date (the date on which the Group commits to purchase or sell the asset). Investments are initially recognized at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognized at fair value and transaction costs are expensed in the consolidated statement of comprehensive income. Financial assets are derecognized when the rights to receive cash flows from the investments have expired or have been transferred and the Group has transferred substantially all risks and rewards of ownership. Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at fair value. Loans and receivables are subsequently carried at amortized cost using the effective interest method.

Gains or losses arising from changes in the fair value of the “financial assets at fair value through profit or loss” category are presented in the consolidated statement of comprehensive income in the period in which they arise. Dividend income from financial assets at fair value through profit or loss is recognized in the consolidated statement of comprehensive income as part of other income when the Group’s right to receive payments is established.

Changes in the fair value of monetary securities denominated in a foreign currency and classified as available-for-sale are analyzed between translation differences resulting from changes in amortized cost of the security and other changes in the carrying amount of the security. Translation differences on monetary securities are recognized in profit or loss, translation differences on non-monetary securities are recognized in other comprehensive income. Changes in the fair value of monetary and non-monetary securities classified as available-for-sale are recognized in other comprehensive income.

2. 主要會計政策概要(續)

2.10 金融資產(續)

確認及計量

金融資產之常規買賣在交易日確認，交易日指本集團承諾購入或出售該資產之日。就並非按公平值計入損益之所有金融資產而言，投資初步按公平值加交易成本確認。按公平值計入損益之金融資產初步按公平值確認，而交易成本則於綜合全面收入報表支銷。自投資獲取現金流量之權利已到期或轉讓，且本集團已將擁有權之絕大部分風險和回報轉讓時，則金融資產會終止確認。可供出售金融資產及按公平值計入損益之金融資產其後按公平值列賬。貸款及應收款項其後以實際利率法按攤銷成本列賬。

「按公平值計入損益之金融資產」類別之公平值變動所產生收益或虧損，於產生期間計入綜合全面收入報表項下。本集團收取款項之權利確立時，來自按公平值計入損益之金融資產之股息收入，於綜合全面收入報表確認為其他收入一部分。

被分類為可供出售之以外幣計值貨幣證券之公允值變動根據有關證券攤銷成本變動所產生之匯兌差額與有關證券賬面值之其他變動予以分析。貨幣證券之匯兌差額於損益中確認，而非貨幣證券之匯兌差額則於其他全面收入中確認。被分類為可供出售貨幣證券及非貨幣證券之公允值變動在其他全面收入中確認。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.10 Financial assets (continued)

Recognition and measurement (continued)

When securities classified as available-for-sale are sold or impaired, the accumulated fair value adjustments recognized in equity are included in the consolidated statement of comprehensive income as “net gain transferred from equity on disposal of available-for-sale financial assets”.

Interest on available-for-sale securities calculated using the effective interest method is recognized in the consolidated statement of comprehensive income as part of other income. Dividends on available-for-sale equity instruments are recognized in the consolidated statement of comprehensive income as part of other income when the Group's right to receive payments is established.

2.11 Impairment of financial assets

Assets carried at amortized cost

The Group assesses at the end of each reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a “loss event”) and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

2. 主要會計政策概要(續)

2.10 金融資產(續)

確認及計量(續)

歸類為可供出售之證券出售減值時，已於權益確認之累計公平值調整會計入全面收入報表「出售可供出售金融資產時自權益轉移之收益淨額」。

以實際利率法計算之可供出售證券利息於綜合全面收入報表確認為其他收入一部分。本集團收取股息之權利確立時，可供出售股本工具之股息於綜合全面收入報表確認為其他收入一部分。

2.11 金融資產減值

攤銷成本列值之資產

本集團在每個報告期末評估是否有客觀證據證明某項金融資產或某組金融資產經已減值。倘因於起始確認資產後發生之一項或多項事件(「虧損事件」)而出現客觀減值證據，而該項虧損事件(或多項事件)對一項金融資產或一組金融資產之估計未來現金流量之影響能可靠地估計，則該項金融資產或該組金融資產方為出現減值，並產生減值虧損。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.11 Impairment of financial assets (continued)

Assets classified as available-for-sale

The Group assesses at the end of each reporting period whether there is objective evidence that a financial asset or a group of financial assets is impaired. In the case of equity investments classified as available-for-sale, a significant or prolonged decline in the fair value of the security below its cost is also evidence that the assets are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognized in profit or loss – is removed from equity and recognized in profit or loss. Impairment losses recognized in the consolidated statement of comprehensive income on equity instruments are not reversed through the consolidated statement of comprehensive income. If, in a subsequent period, the fair value of a debt instrument classified as available-for-sale increases and the increase can be objectively related to an event occurring after the impairment loss was recognized in profit or loss, the impairment loss is reversed through the consolidated statement of comprehensive income.

2.12 Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is determined using the first-in, first-out (FIFO) method. The cost of finished goods is arrived at purchase cost. It excludes borrowing costs. Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

2. 主要會計政策概要(續)

2.11 金融資產減值(續)

分類為可供出售之資產

本集團於各報告期間結束時評估是否有客觀證據證明一項金融資產或一組金融資產出現減值。就分類為可供出售之權益投資而言，證券公平值大幅或長期跌至低於其成本亦為資產出現減值之證據。倘可供出售金融資產存在該證據，累計虧損（按收購成本與現有公平值之差額，減該金融資產之前於損益確認之任何減值虧損計算）自權益中剔除，並於損益確認。於綜合全面收入報表確認之權益工具減值虧損不會透過單獨之綜合全面收入報表撥回。如日後被分類為可供出售之債務工具之公平值增加，而該增值可客觀地與減值虧損於損益確認後出現之事件有關，則減值虧損於綜合全面收入表確認。

2.12 存貨

存貨以成本與可變現淨值兩者中之較低者列賬。成本使用先進先出法（「先進先出法」）釐定。製成品成本按採購成本計算，但不包括借貸成本。可變現淨值則以日常業務過程中估計售價減適用的變動銷售開支計算。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.13 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 the 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 original effective interest rate. The carrying amount of the assets is reduced through the use of an allowance account, and the amount of the loss is recognized in the consolidated statement of comprehensive income. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against the consolidated statement of comprehensive income.

2.14 Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks with original maturities of three months or less.

2.15 Share capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

2.16 Trade payables

Trade payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

2. 主要會計政策概要(續)

2.13 應收賬款及其他應收款項

應收賬款及其他應收款項初步按公平值確認，其後以實際利率法按攤銷成本計量，並扣減減值撥備。有客觀證據顯示本集團未能根據應收款項之原訂條款收回所有到期款項時，則會就應收賬款及其他應收款項計提減值撥備。撥備金額為資產賬面值與預期日後現金流量之現值間之差額，再按原訂實際利率折算。資產之賬面值透過使用撥備賬減低，而虧損金額於綜合全面收入報表確認。於應收賬款無法收回時，則於應收賬款之撥備賬撇銷。至於其後收回先前所撇銷之金額，則計入綜合全面收入報表。

2.14 現金及現金等值項目

現金及現金等值項目包括手頭現金及原於三個月內到期之銀行活期存款。

2.15 股本

普通股分類為權益。

發行新股份或購股權直接應佔成本之增加，扣除稅項後於權益列作所得款項減少。

2.16 應付款項

應付賬款初步以公平值確認，其後利用實際利息法按攤銷成本計量。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.17 Borrowings

Borrowings are recognized initially at fair value, net of transaction costs incurred. Borrowings are subsequently carried at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the consolidated statement of comprehensive income over the period of the borrowings using the effective interest method.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period.

2.18 Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument. A financial guarantee contract issued by the Group and not designed as at fair value through profit or loss is recognized initially at its fair value less transaction costs that are directly attributable to the issue of the financial guarantee contract. Subsequent to initial recognition, the Group measures the financial guarantee contract at the higher of: (i) the amount determined in accordance with HKAS 37 *Provisions, Contingent Liabilities and Contingent Assets*; and (ii) the amount initially recognized less, when appropriate, cumulative amortization recognized in accordance with HKAS 18 *Revenue*.

2. 主要會計政策概要(續)

2.17 借款

借款初步按公平值扣除已產生交易成本確認，其後按攤銷成本列賬；所得款項(扣除交易成本)與贖回價值間之任何差額利用實際利息法於借款期間之綜合全面收入報表確認。

除非本集團有權無條件將債務結算日期遞延至結算日後至少十二個月，否則借款將被劃分為流動負債。

2.18 財務擔保合約

財務擔保合約乃在債務工具根據其原有或經修訂條款到期時特定債務人無法還款之情況下要求發行人向持有人支付特定金額以補償其所受損失之合約。由本集團發行而非指定為按公平值計入損益之財務擔保合約，初步按其公平值減發行財務擔保合約直接應佔交易成本確認。於初步確認後，本集團以下列較高者計量財務擔保合約：(i) 根據香港會計準則第 37 號「撥備、或然負債及或然資產」釐定之款額；及(ii) 初步確認之款額減(如適用)根據香港會計準則第 18 號「收益」確認之累計攤銷。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.19 Current and deferred income tax

The tax expense for the period comprises current and deferred tax. Tax is recognized in the consolidated statement of comprehensive income, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case the tax is also recognized in other comprehensive income or directly in equity, respectively.

Current income tax

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the Company and its subsidiaries and associates operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax

Inside basis differences

Deferred income tax is recognized, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill, the deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred income tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

2. 主要會計政策概要(續)

2.19 即期及遞延所得稅

期內稅項開支包括即期及遞延稅項。稅項於綜合全面收入報表確認，惟倘稅項與在其他全面收入確認或直接計入權益之項目有關則除外，在此情況下，稅項亦分別於其他全面收入或直接於權益確認。

即期所得稅

即期所得稅開支乃按報告期間結束時本公司、其附屬公司及聯營公司經營及產生應課稅收入之國家已頒佈或已實際頒佈之稅法計算。管理層定期評估適用稅項法規有待詮釋情況下稅務申報情況，並在適當情況下按預期將支付稅務機關之款項計提撥備。

遞延所得稅

內在基本差異

遞延所得稅乃採用負債法，就資產及負債稅基與其於綜合財務報表之賬面值間產生之暫時差額作出確認。然而，倘遞延所得稅由初步確認商譽而產生，則不會確認遞延所得稅，倘於初步確認於進行交易時不會影響會計或應課稅溢利或虧損之交易(業務合併除外)之資產或負債時產生遞延所得稅，則不予列賬。遞延所得稅按於報告期間末已頒佈或已實際頒佈之稅率(及法例)釐定，預期於變現相關遞延所得稅資產或清償遞延所得稅負債時適用。

遞延所得稅資產僅於日後很可能獲得足夠應課稅溢利用以抵銷暫時差額時確認。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.19 Current and deferred income tax (continued)

Deferred income tax (continued)

Outside basis differences

Deferred income tax is provided on temporary differences arising on investments in subsidiaries and associates, except for deferred income tax liability where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future.

2.20 Employee benefits

(a) Pension obligations

The Group operates a defined contribution Mandatory Provident Fund retirement benefits scheme (the "MPF Scheme") under the Mandatory Provident Fund Schemes Ordinance, for those employees who are eligible to participate in the MPF Scheme. Contributions are made based on a percentage of the employees' basic salaries and are charged to the consolidated statement of comprehensive income as they become payable in accordance with the rules of the MPF Scheme. The assets of the MPF scheme are held separately from those of the Group in an independently administered fund. The Group's employer contributions vest fully within the employees when contributed into the MPF Scheme, except for the Group's employer voluntary contributions, which are refunded to the Group when the employee leaves employment prior to the contributions vesting fully, in accordance with the rules of the MPF Scheme. During the reporting period, the total amount of forfeited contributions, which arose upon employees leaving the MPF Scheme and available to reduce the contribution payable in future years was nil (2010: Nil).

2. 主要會計政策概要(續)

2.19 即期及遞延所得稅(續)

遞延所得稅(續)

外在基本差異

遞延所得稅就於附屬公司及聯營公司之投資所產生暫時差額計提撥備，惟遞延稅項負債除外，在此情況下，本集團可控制撥回暫時差額之時間及暫時差額將不大可能於可預見將來撥回則除外。

2.20 僱員福利

(a) 退休金供款

本集團根據強制性公積金計劃條例為合資格參與定額供款強制性公積金退休福利計劃(「強積金計劃」)之僱員，設立強積金計劃。供款乃按僱員基本薪金若干百分比作出，並於根據強積金計劃規則須作出供款時在全面綜合收入報表扣除。強積金計劃資產與本集團資產分開處理，由獨立管理基金持有。本集團僱主供款於向強積金計劃供款時全數撥歸僱員所有，惟根據強積金計劃規則，僱員於供款全數撥歸僱員所有前離職，則本集團僱主之自願供款將撥還本集團。於報告期間，因僱員終止參與強積金計劃而被沒收之供款總額為零港元(二零一零：無)，該款額可用作減低未來年度應付之供款。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.20 Employee benefits (continued)

(a) Pension obligations (continued)

Retirement benefits to employees in the PRC are provided through a defined contribution plan. The Group is required to participate in a central pension scheme operated by the local municipal government. The Group is required to contribute certain percentage of its payroll costs to the central pension scheme. The contributions are charged to the consolidated statement of comprehensive income as they become payable in accordance with the rules of the central pension scheme. The Group has no legal or constructive obligations to pay further contributions after payment of the fixed contribution.

(b) Share-based compensation

The Group operates an equity-settled, share-based compensation plan, under which the entity receives services from employees as consideration for equity instruments (options) of the Group. The fair value of the employee services received in exchange for the grant of the options is recognized as an expense. The total amount to be expensed is determined by reference to the fair value of the options granted:

- including any market performance conditions (for example, an entity's share price);
- excluding the impact of any service and non-market performance vesting conditions (for example, profitability, sales growth targets and remaining an employee of the entity over a specified time period); and
- including the impact of any non-vesting conditions (for example, the requirement for employees to save).

2. 主要會計政策概要(續)

2.20 僱員福利(續)

(a) 退休金供款(續)

於中國之僱員之退休福利透過定額供款計劃提供。本集團須參與由地方市政府營運之中央退休金計劃。本集團須按僱員薪金之若干百分比向中央退休金計劃供款。供款將於根據中央退休金計劃之規則應付時自全面綜合收入報表扣除。本集團並無法律或推定責任於支付定額供款後進一步供款。

(b) 股份補償

本集團設有多個以股本結算並以股本支付之補償計劃。根據該等計劃，有關實體獲得僱員所提供之服務以作為本集團權益工具(購股權)之代價。以授出購股權作為代價而獲得之僱員服務之公平值確認為開支。支銷總額乃參考所授出購股權之公平值釐定：

- 包括任何市場表現條件(例如一個實體之股價)；
- 不包括任何服務及非市場表現之歸屬條件(例如盈利能力、銷售增長指標及於一段特定時間內是否仍然為該實體之僱員)之影響；及
- 包括任何非歸屬條件之影響(例如僱員儲蓄之規定)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.20 Employee benefits (continued)

(b) Share-based compensation (continued)

Non-market vesting conditions are included in assumptions about the number of options that are expected to vest. The total expense is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each reporting period, the entity revises its estimates of the number of options that are expected to vest based on the non-marketing vesting conditions. It recognizes the impact of the revision to original estimates, if any, in the statement of comprehensive income, with a corresponding adjustment to equity.

When the options are exercised, the Company issues new shares. The proceeds received net of any directly attributable transaction costs are credited to share capital (nominal value) and share premium when the options are exercised.

The grant by the Company of options over its equity instruments to the employees of subsidiary undertakings in the Group is treated as a capital contribution. The fair value of employee services received, measured by reference to the grant date fair value, is recognized over the vesting period as an increase to investment in subsidiary undertakings, with a corresponding credit to equity.

(c) Termination benefits

Termination benefits are payable when employment is terminated by the Group before the normal retirement date, or whenever an employee accepts voluntary redundancy in exchange for these benefits. The Group recognizes termination benefits when it is demonstrably committed to either: terminating the employment of current employees according to a detailed formal plan without possibility of withdrawal; or providing termination benefits as a result of an offer made to encourage voluntary redundancy. Benefits falling due more than 12 months after reporting period are discounted to present value.

2. 主要會計政策概要(續)

2.20 僱員福利(續)

(b) 股份補償(續)

於作出有關預期歸屬購股權數目之假設時，會納計入非市場性質歸屬條件。開銷總額於歸屬期間確認，而歸屬期間為滿足所有特定歸屬條件之期間。於各報告期間結束時，本公司會基於非市場歸屬條件修訂其估計預期可歸屬之購股權數目。本公司於全面收入報表確認修訂原有估計之影響(如有)，並就權益作出相應調整。

於購股權獲行使時，本公司會發行新股份。已收所得款項扣除任何直接應佔交易成本後，於購股權獲行使時撥入股本(面值)及股份溢價。

本公司向集團附屬公司僱員授出涉及權益工具之購股權，乃視為附屬公司之資本投入。獲得之僱員服務之公平值乃參考授出日之公平值計量，並於歸屬期內確認為對附屬公司投資之增加，並於權益中計入相應數額。

(c) 停止聘用福利

倘本集團於僱員正常退休日期前終止僱傭關係或僱員自願離職以換取利益，本集團可給予終止聘用福利。於明確顯示本集團將根據不可撤回之詳盡正式計劃終止聘用現有僱員時；或於因鼓勵僱員自願離職而提供終止聘用福利時，本集團會確認終止聘用福利。於報告期間起計十二個月後到期之福利會折算至現值。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.21 Provisions

Provisions are recognized when the Group has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognized even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognized as interest expense.

2.22 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable, and represents amounts receivable for goods supplied, stated net of discounts returns and value added taxes. The Group recognizes revenue when the amount of revenue can be reliably measured, when it is probable that future economic benefits will flow to the entity, and when specific criteria have been met each of the Group's activities on the following bases:

- (a) Commission income from securities and futures brokerage is recognized on a trade date basis.
- (b) Fees and service income are recognized when the relevant transactions have been arranged or the relevant services have been rendered.
- (c) Realized fair value gains or losses on securities trading are recorded on a trade date basis whilst unrealized fair value gains or losses are recorded on change in fair value on the reporting period.

2. 主要會計政策概要(續)

2.21 撥備

倘本集團因過往發生之事件須承擔現有法定或推定責任而極有可能須動用資源解除責任，則在能夠可靠估算責任金額之情況下確認撥備。

倘本集團承擔若干類似責任，於釐定解除責任是否需要流出資源時，將以整類責任為考慮。即使同類責任當中任何一個項目導致資源流出之可能性甚低，亦會確認撥備。

撥備乃按預期解除責任所需開支，以反映當時市場對貨幣時間值及責任特定風險之評估之除稅前折現之現值計算。因時間流逝所產生之撥備增加，會確認為利息開支。

2.22 收益確認

收益按已收取或應收取代價之公平值計量確認，即所提供商品之應收款項，經扣除退貨折扣及增值稅後列賬。當收益數額能可靠計量、未來經濟利益有可能流入實體時，而本集團每項活動均符指定標準時，本集團會按下列基準確認收益：

- (a) 證券及期貨經紀佣金收入按交易日基準確認。
- (b) 費用及服務收入於已安排有關交易或已提供有關服務時確認。
- (c) 證券交易之已變現公平值收益或虧損按交易日期基準記錄，而未變現公平值收益或虧損則按報告期間之公平值變動記錄。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2.22 Revenue recognition (continued)

- (d) Interest income is recognized on a time-proportion basis using the effective interest method. When a receivable is impaired, the Group reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at the original effective interest rate of the instrument, and continues unwinding the discount as interest income. Interest income on impaired loans is recognized using the original effective interest rate.
- (e) Dividend income is recognized when the right to receive payment is established.
- (f) Rental is recognized on a straight-line basis over the terms of lease agreements.

2.23 Operating leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor), are charged to the consolidated statement of comprehensive income on a straight-line basis over the period of the lease.

2.24 Related parties

A party is considered to be related to the Group if:

- (a) the party, directly or indirectly through one or more intermediaries, (i) controls, is controlled by, or is under common control with, the Group; (ii) has an interest in the Group that gives it significant influence over the Group; or (iii) has joint control over the Group;
- (b) the party is an associate;
- (c) the party is a jointly-controlled entity;
- (d) the party is a member of the key management personnel of the Group or its parent;
- (e) the party is a close member of the family of any individual referred to in (a) or (d);

2. 主要會計政策概要(續)

2.22 收益確認(續)

- (d) 利息收入乃使用實際利率法按時間比例基準確認。於應收款項減值時，本集團會將賬面值減至其可收回款額，即按有關工具原有實際利率折現之估計日後現金流量，並將折現額撥作利息收入。減值貸款之利息收入按原本實際利率確認。
- (e) 股息收入於收取款項之權利確立時確認。
- (f) 租金於整個租賃期內以直線法確認。

2.23 經營租約

凡擁有權之絕大部分風險及回報由出租人保留之租約，均列為經營租約。根據經營租約支付之租金(在扣除自出租人收取之任何優惠後)，按直線法於租賃期內在綜合全面收入報表支銷。

2.24 有關連人士

以下各方被視為與本公司有關連：

- (a) 該名人士直接或透過一名或多名中介人士間接：(i) 控制或受控於集團，或與本集團受到共同控制；(ii) 於本集團擁有權益，以致對本集團具有重大影響力；或(iii) 共同控制本集團；
- (b) 該名人士為聯營公司；
- (c) 該名人士為共同控制實體；
- (d) 該名人士為本集團或其母公司之主要管理人員；
- (e) 該名人士為(a)或(d)項中所述任何人士之近親；

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

2. 主要會計政策概要(續)

2.24 Related parties (continued)

- (f) the party is an entity that is controlled, jointly controlled or significantly influenced by or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (d) or (e); or
- (g) the party is a post-employment benefit plan for the benefit of the employees of the Group, or of any entity that is a related party of the Group.

3. FINANCIAL RISK MANAGEMENT

3.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Group's financial performance.

2. 主要會計政策概要(續)

2.24 有關連人士(續)

- (f) 該名人士為(d)或(e)項中所指人士直接或間接控制、共同控制或對其有重大影響力或於其中擁有重大表決權之實體；或
- (g) 該名人士為就本集團或本集團有關連人士任何實體之員工福利之退休福利計畫中之一方。

3. 財務風險管理

3.1 財務風險因素

本集團之經營活動面對各種財務風險，計有：市場風險(包括外幣風險、公平值利率風險、現金流量利率風險及價格風險)、信貸風險及流動資金風險。本集團之整體風險管理計劃專注於金融市場不可預測之特性，務求將對本集團財務表現帶來之潛在負面影響降至最低。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

(a) Market risk

(i) Foreign exchange risk

Transactional currency exposures arise from the sales or purchase by operating units in currency other than the unit's functional currency. The Group's exposure to foreign currency risk is minimal as almost all of the Group's revenue and costs are denominated in the functional currencies of the operating units. The Group manages the foreign exchange exposure arising from its normal course of business activities and investments in foreign operations by funding its local operations and investments through cash flow generated from business transactions locally. The Group currently does not have a foreign currency hedging policy. However, the management monitors foreign exchange exposure closely and will consider hedging significant foreign currency exposure should the need arise.

(ii) Price risk

Equity price risk is the risk that the fair values of equity securities decrease as a result of changes in the levels of equity indices and the value of individual securities. As at 31 December 2010 and 2011, the Group was exposed to significant equity price risk. The Group was exposed to equity price risk arising from individual equity investments classified as held-for-trading investments (Note 24) as at 31 December 2010 and 2011. The market value of the Group's short term investments at the date of approval of these financial statements was approximately HK\$3,218,000 and HK\$2,110,000.

3. 財務風險管理(續)

3.1 財務風險因素(續)

(a) 市場風險

(i) 外匯風險

交易貨幣風險來自營運單位使用單位功能貨幣以外貨幣進行之銷售或採購。由於本集團大部分營業額及成本以營運單位之功能貨幣列值，因此本集團面對之外匯風險不大。本集團透過當地業務交易產生之現金流為其當地營運及投資提供資金，以管理於日常業務過程及於海外業務之投資中產生之匯兌風險。本集團目前並無外幣對沖政策。然而，管理層密切監察外幣風險及將於有需要時考慮對沖重大外匯風險。

(ii) 價格風險

股本價格風險為股票指數水平及個別證券價值變動導致股本證券公平值下降之風險。於二零一零年及二零一一年十二月三十一日，本集團面對重大股票價格上升之風險。於二零一零年及二零一一年十二月三十一日，本集團面對之股票價格風險來自列為持作買賣投資(附註24)之個別股本投資。本集團之短期投資於該等財務報表獲批當日之市值約為3,218,000港元及2,110,000港元。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

(a) Market risk (continued)

(ii) Price risk (continued)

The Group's listed investments were listed on Shenzhen Stock Exchange and were valued at quoted market prices as at 31 December 2010 and 2011.

The following table demonstrates the sensitivity to every 5% increase/decrease in the fair values of the equity investments with all other variables held constant and before any impact on tax, based on their carrying amount as at 31 December 2011 and 2010.

3. 財務風險管理(續)

3.1 財務風險因素(續)

(a) 市場風險(續)

(ii) 價格風險(續)

本集團之上市投資乃於中國深圳證券交易所上市，並於二零一零年及二零一一年十二月三十一日按市價報價估值。

下表根據有關投資於二零一一年及二零一零年十二月三十一日之賬面值，列示權益投資公平值每變動5%之敏感度(所有其他變量維持不變及未計及任何稅務影響)。

		Increase/ (decrease) in carrying amount of equity investments 股本投資賬面 值增加/ (減少)	Increase/ (decrease) in loss before income tax 除所得稅前虧 損增加/ (減少)	Increase/ (decrease) in equity 權益 增加/(減少)
		HK\$ 港元	HK\$ 港元	HK\$ 港元
2011	二零一一年			
Equity securities listed in the PRC	於中國上市之股本證券			
5% increase in equity price	股票價格增加5%	105,518	(105,518)	105,518
5% decrease in equity price	股票價格減少5%	(105,518)	105,518	(105,518)
2010	二零一零年			
Equity securities listed in the PRC	於中國上市之股本證券			
5% increase in equity price	股票價格增加5%	160,878	(160,878)	160,878
5% decrease in equity price	股票價格減少5%	(160,878)	160,878	(160,878)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

(a) Market risk (continued)

(iii) Cash flow and fair value interest rate risk

During the years ended 31 December 2010 and 2011, the Group is exposed to cash flow interest rate risk due to the fluctuation of the prevailing market interest rate on bank deposits and borrowings which carry prevailing market interest rates. Borrowings issued at fixed rates expose the Group to fair value interest rate risk. The directors considered that the Group's income and operating cash flows are substantially independent of changes in market interest rates.

As at 31 December 2011, the Group's fair value interest rate risk relates primarily to its fixed rate borrowings (2010: Nil). The Group currently does not use any derivative contracts to hedge its exposure to interest rate risk. However, management will consider hedging significant interest rate exposure should the need arise.

As at 31 December 2010 and 2011, if interest rates on the bank deposits and borrowings had been increased/decreased by 50 basis points with all other variables held constant, the Group's pre-tax profit for the years ended 31 December 2010 and 2011 would increase/ (decrease) by HK\$524,806 and HK\$198,250 respectively.

3. 財務風險管理(續)

3.1 財務風險因素(續)

(a) 市場風險(續)

(iii) 現金流量及公平值利率風險

截至二零一零年及二零一一年十二月三十一日止年度，由於附帶現行市場利率之銀行存款及借貸之現行市場利率波動，本集團面對現金流量利率風險。按固定利率發放之借款使本集團面對公平值利率風險。董事認為本集團之收入及經營現金流量大致上不受市場利率變動影響。

於二零一一年十二月三十一日，本集團之公平值利率風險主要與其固定利率借貸有關（二零一零年：無）。本集團目前並無使用任何衍生合約對沖其面對之利率風險。然而，如有需要，管理層將考慮對沖重大利率風險。

於二零一零年及二零一一年十二月三十一日，在所有其他變數維持不變之情況下，倘銀行存款及借貸利率上升/下降50個基點，本集團截至二零一零年及二零一一年十二月三十一日止年度之除稅前溢利會上升/(下降)524,806港元及198,250港元。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

(b) Credit risk

The Group reviews the recoverability of its financial assets periodically to ensure that potential credit risk of the counterparty is managed at an early stage and sufficient provision is made for possible defaults. In addition, receivable balances are monitored on an ongoing basis and the Group's exposure to bad debts is not significant.

The credit risk of the Group's other financial assets, which comprise cash and cash equivalents, and other receivables, arises from default of the counterparty, with a maximum exposure equal to the carrying amounts of these instruments.

At the end of the reporting period, the Group has certain concentrations of credit risk as approximately 56% (2010: 44%) and 96% (2010: 80%) of the Group's trade receivables were due from the Group's largest trade debtor and the five largest trade debtors respectively. Further quantitative data in respect of the Group's exposure to credit risk arising from trade receivables are disclosed in Note 25 to the consolidated financial statements.

(c) Liquidity risk

Ultimate responsibility for liquidity risk management rests with the board of directors. The Group manages liquidity risk by maintaining adequate reserves and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

At 31 December 2011, the Group had a borrowings with carrying amounts of approximately HK\$36,252,000 (2010: Nil) (Note 30).

3. 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險

本集團定期檢討其金融資產之可收回金額，以確保可及早對交易對方之潛在信貸風險作出管理，並對潛在欠款作充足撥備。此外，本集團持續監察應收結餘之情況，而本集團之壞賬風險並不重大。

本集團其他金融資產(包括現金及現金等值項目及其他應收款項)之信貸風險因交易對方違約而產生，風險上限相等於該等工具之賬面值。

於報告期末，本集團有若干集中信貸風險，因本集團最大貿易債務人及五大貿易債務人分別佔本集團約56% (二零一零年：44%)及96% (二零一零年：80%)之應收賬款。有關本集團應收賬款產生信貸風險之進一步量化數據，於綜合財務報表附註25披露。

(c) 流動資金風險

董事會須為流動資金風險管理負上最終責任。本集團維持充足儲備及儲備借款融資、不斷監察預測及實際現金流量，以及配對金融資產及負債之到期日，藉以管理流動資金風險。

於二零一一年十二月三十一日，本集團借款之賬面值約為36,252,000港元(二零一零年：無)(附註30)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

(c) Liquidity risk (continued)

The maturity profile of the Group's financial liabilities as at the reporting period, based on the contractual undiscounted payments, was as follows:

		Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total undiscounted cash flow 未折現現金 流量總額	Total carrying amount 總賬面值
		少於1年 HK\$ 港元	1至2年 HK\$ 港元	2至5年 HK\$ 港元	5年以上 HK\$ 港元	HK\$ 港元	HK\$ 港元
2011	二零一一年						
Trade payables	應付賬款	9,087,097	—	—	—	9,087,097	9,087,097
Other payables and accruals	其他應付款項及應計款項	12,088,238	—	—	—	12,088,238	12,088,238
Amount due to an associate	應付一家聯營公司之款項	287	—	—	—	287	287
Borrowings (Note)	借款(附註)	41,445,087	—	—	—	41,445,087	36,252,047
2010	二零一零年						
Trade payables	應付賬款	29,394,041	—	—	—	29,394,041	29,394,041
Other payables and accruals	其他應付款項及應計款項	14,136,997	—	—	—	14,136,997	14,136,997

Note:

Bank loans with a repayment on demand clause are included in the "on demand or within 1 year" time band in the above maturity analysis. At 31 December 2011, the aggregate undiscounted principal amounts of the bank loans amounted to HK\$41,445,087. Taking into account the Group's financial position, the directors do not believe that it is probable that the banks will exercise their discretionary rights to demand immediate repayment. The directors believe that such bank loan will be repaid 11 years after the end of the reporting period in accordance with the scheduled repayment dates set out in the loan agreements.

3.2 Capital risk management

Certain of the Group's subsidiaries are regulated by the Securities and Futures Commission of Hong Kong (the "SFC") and are required to comply with certain minimum capital requirements according to the rules of the SFC. In addition, the Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

3. 財務風險管理(續)

3.1 財務風險因素(續)

(c) 流動資金風險(續)

本集團金融負債於報告期間時根據合約未折現付款之到期日如下：

	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total undiscounted cash flow 未折現現金 流量總額	Total carrying amount 總賬面值
	1至2年 HK\$ 港元	2至5年 HK\$ 港元	5年以上 HK\$ 港元	HK\$ 港元	HK\$ 港元

2011	二零一一年				
Trade payables	應付賬款	9,087,097	—	—	9,087,097
Other payables and accruals	其他應付款項及應計款項	12,088,238	—	—	12,088,238
Amount due to an associate	應付一家聯營公司之款項	287	—	—	287
Borrowings (Note)	借款(附註)	41,445,087	—	—	41,445,087

2010	二零一零年				
Trade payables	應付賬款	29,394,041	—	—	29,394,041
Other payables and accruals	其他應付款項及應計款項	14,136,997	—	—	14,136,997

附註：

包含可隨時按要求償還條款之銀行借貸在上述到期日分析計入「按要時或一年內」之時間範圍內。於二零一一年十二月三十一日，銀行貸款未折現本金額合共為41,445,087港元。計及本集團之財務狀況後，董事相信銀行不大可能行使其要求即時還款之酌情權。董事相信，該等銀行借貸將根據貸款協議所載議定還款日期，於報告期間結束後11年償還。

3.2 資金風險管理

本集團若干附屬公司受香港證券及期貨事務監察委員會(「證監會」)規管，並須根據證監會規則遵守若干最低資本需求規定。此外，本集團管理資金之目標為保障本集團持續經營之能力，以為股東提供回報及為其他權益持有人帶來利益，並維持最佳資金結構以減少資金成本。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.2 Capital risk management (continued)

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

The Group monitors capital on the basis of the debt-to-adjusted capital ratio. This ratio is calculated as net debt divided by adjusted capital. Net debt is calculated as total debt (including current and non-current liabilities but excluding current or deferred income tax liabilities as shown in the consolidated statement of financial position) less cash and cash equivalents. Adjusted capital comprises all components of equity (including share capital and premium, reserves, accumulated losses and non-controlling interests as shown in the consolidated statement of financial position).

During 2011, the Group's strategy, which was unchanged from 2010, was to maintain the debt-to-adjusted capital ratio within 50%. The debt-to-adjusted capital ratios as at 31 December 2011 and 2010 were as follows:

3. 財務風險管理(續)

3.2 資金風險管理(續)

為維持或調整資本結構，本集團或會調整向股東派付股息之金額、向股東退還資金或發行新股份。

本集團按債務對經調整股本比率監察其股本。此比率按債務淨額除經調整股本計算。債務淨額按總債務(包括流動及非流動負債但不包括綜合財務狀況報表所示之即期或遞延所得稅負債)減現金及現金等值項目計算。經調整股本包括所有權益部分(包括綜合財務狀況報表所列之股本及溢價、儲備、累計虧損及非控股權益)。

本集團在二零一一年繼續奉行二零一零年的策略，目標為將債務對經調整股本比率維持在50%內。於二零一一年及二零一零年十二月三十一日之債務對經調整股本比率如下：

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Total debt	總債務	57,427,669	43,531,038
Less: Bank balances and cash, including bank trust accounts (Note 27)	減：銀行結餘及現金， 包括銀行信託賬戶結餘 (附註27)	46,302,258	131,892,718
Net debt	債務淨額	11,125,411	—
Total equity	權益總額	133,444,599	172,236,802
Adjusted capital	經調整股本	133,444,599	172,236,802
Debt-to-adjusted capital ratio	債務對經調整股本比率	8%	N/A 不適用

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.2 Capital risk management (continued)

The increase in the debt-to-adjusted capital ratio during 2011 resulted primarily from bank borrowings in respect of acquisitions of property, plant and equipment and investment property during the year ended 31 December 2011 (Note 30).

3.3 Fair value estimation

The table below analyzes financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following table presents the Group's assets and liabilities that are measured at fair value at 31 December 2011 and 2010.

3. 財務風險管理(續)

3.2 資金風險管理(續)

於二零一一年，債務對經調整股本比率增加，主要由於截至二零一一年十二月三十一日止年度有關收購物業、機器及設備以及投資物業之銀行借款所致(附註30)。

3.3 公平值之估計

下表按估值方法分析以公平值計量之金融工具。各等級之定義如下：

- 相同資產或負債於活躍市場之報價(未經調整)(第一級)。
- 資產或負債可直接(價格)或間接(自價格引伸)觀察之輸入數值(不包括第一級之報價)(第二級)。
- 資產或負債並非根據可觀察之市場數據之輸入數值(無法觀察之輸入數值)(第三級)。

下表呈列於二零一一年及二零一零年十二月三十一日，按公平值計量之本集團資產及負債：

		Level 1 第一級	Level 2 第二級	Level 3 第三級	Total 總計
		HK\$ 港元	HK\$ 港元	HK\$ 港元	HK\$ 港元
2011	二零一一年				
Held-for-trading investments	持作買賣投資	2,110,359	—	—	2,110,359
2010	二零一零年				
Held-for-trading investments	持作買賣投資	3,217,558	—	—	3,217,558

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.3 Fair value estimation (continued)

The fair value of financial instruments traded in active markets is based on quoted market prices at the end of the reporting period. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1. Instruments included in level 1 comprise primarily equity investments listed on Shenzhen Stock Exchange and classified as held-for-trading investments.

During the year, there were no transfers of fair value measurements between Level 1 and Level 2 and no transfers into or out of Level 3 (2010: Nil).

3. 財務風險管理(續)

3.3 公平值之估計(續)

在活躍市場買賣之金融工具之公平值按報告期間結束時之市場報價釐定。倘報價可隨時或定期由交易所、證券商、經紀商、產業集團、股價服務機構或監管機構提供，而報價是在真實、公平交易之基礎上呈現，則該市場被視為活躍市場。本集團持有之金融資產使用之市場報價為現行出價。該類工具屬於第一級。納入第一級之工具主要包括在深圳證券交易所上市並分類為持作買賣投資之股本投資。

年內，第一級與第二級的公平值計量之間並無任何移動，而第三級亦無任何轉入或轉出(二零一零年：無)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.4 Financial instruments by category

The Group
2011

3. 財務風險管理(續)

3.4 金融工具分類

本集團
二零一一年

		Financial assets at fair value through profit or loss 按公平值計入損益之金融資產 HK\$ 港元	Loans and receivables 貸款及應收款項 HK\$ 港元	Total 總計 HK\$ 港元
Financial assets as per consolidated statement of financial position	綜合財務狀況報表之金融資產			
Statutory deposits and other assets	法定按金及其他資產	—	575,000	575,000
Held-for-trading investments	持作買賣投資	2,110,359	—	2,110,359
Trade receivables	應收賬款	—	4,514,554	4,514,554
Prepayments, deposits and other receivables excluding certain deposits and prepayments	預付款項、按金及其他應收款項(不包括若干按金及預付款項)	—	30,557,815	30,557,815
Amounts due from associates	聯營公司結欠款項	—	15,966,214	15,966,214
Bank balances and cash	銀行結餘及現金	—	46,302,258	46,302,258
		2,110,359	97,915,841	100,026,200

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.4 Financial instruments by category (continued)

The Group (continued)

2011 (continued)

3. 財務風險管理(續)

3.4 金融工具分類(續)

本集團(續)

二零一一年(續)

		Financial liabilities at amortized cost 按攤銷成本計算之金融負債 HK\$ 港元
Financial liabilities as per consolidated statement of financial position	綜合財務狀況報表之金融負債	
Trade payables	應付賬款	9,087,097
Other payables and accruals excluding accruals	其他應付款項及應計款項(不包括應計款項)	11,465,994
Amount due to an associate	應付一家聯營公司之款項	287
Borrowings	借款	36,252,047
		56,805,425

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

3. FINANCIAL RISK MANAGEMENT (continued)

3.4 Financial instruments by category (continued)

The Group
2010

3. 財務風險管理(續)

3.4 金融工具分類(續)

本集團
二零一零年

		Financial assets at fair value through profit or loss 按公平值 計入損益 之金融資產 HK\$ 港元	Loans and receivables 貸款及 應收款項 HK\$ 港元	Total 總計 HK\$ 港元
Financial assets as per consolidated statement of financial position	綜合財務狀況報表之金融資產			
Statutory deposits and other assets	法定按金及其他資產	—	575,000	575,000
Held-for-trading investments	持作買賣投資	3,217,558	—	3,217,558
Trade receivables	應收賬款	—	6,186,956	6,186,956
Prepayments, deposits and other receivables excluding certain deposits and prepayments	預付款項、按金及其他應收款項(不包括若干按金及預付款項)	—	38,187,910	38,187,910
Amounts due from associates	聯營公司結欠款項	—	2,501,961	2,501,961
Bank balances and cash	銀行結餘及現金	—	131,892,718	131,892,718
		3,217,558	179,344,545	182,562,103

		Financial liabilities at amortized cost 按攤銷 成本計算 之金融負債 HK\$ 港元
Financial liabilities as per consolidated statement of financial position	綜合財務狀況報表之金融負債	
Trade payables	應付賬款	29,394,041
Other payables and accruals excluding accruals	其他應付款項及應計款項(不包括應計款項)	11,221,040
		40,615,081

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(a) Estimated impairment of goodwill

The Group tests annually whether goodwill has suffered any impairment, in accordance with the accounting policy stated in Note 2.8. The recoverable amounts of cash-generating units ("CGU") have been determined based on value-in-use calculations. These calculations require the use of estimates.

(b) Estimated impairment of intangible assets other than goodwill

The Group periodically reviews internal or external resources to identify indications that the intangible assets other than goodwill have suffered any impairment in accordance with accounting policy stated in Note 2.9. If the recoverable amount of an intangible asset is estimated to be less than its carrying amount, the carrying amount of the intangible asset is reduced to its recoverable amount. The assessment of the recoverable amount requires the use of estimates and assumptions.

(c) Estimated impairment of trade and other receivables

The Group's management determines the impairment of trade and other receivables on a regular basis. This estimate is based on the credit history of its customers and current market conditions. Management reassesses the impairment of trade and other receivables at the end of the reporting period.

4. 重大會計估計及判斷

本集團持續按過往經驗及其他因素作出估計及判斷，包括於若干情況下相信屬合理之日後事項估計。

本集團就未來作出估計及假設。有關會計估計實際上將甚少與相關實際業績相符。對下一個財政年度之資產及負債賬面值造成重大調整之重大風險估計及假設之討論如下。

(a) 估計商譽及減值

本集團根據附註2.8所載之會計政策，每年檢測商譽有否出現任何減值。現金產生單位（「現金產生單位」）之可回收金額按使用價值釐定，並於進行上述計算時須作出估計。

(b) 估計除商譽外無形資產減值

本集團按照附註2.9所述之會計政策定期審核內部或外部資源，以確定除商譽外無形資產是否有任何減值跡象。倘無形資產之可收回價值估計低於其賬面值，無形資產之賬面值會減至其可收回價值。評估可收回價值須作出估計及假設。

(c) 估計應收賬款及其他應收款項減值

本集團管理層定期釐定應收賬款及其他應收款項之減值，並根據客戶信貸記錄及現時市況作出估計。管理層會於報告期間結束時重新評估應收賬款及其他應收款項之減值。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS (continued)

(d) Estimated useful lives and impairment of property, plant and equipment

The Group has significant property, plant and equipment. The Group is required to estimate the useful lives of property, plant and equipment in order to ascertain the amount of depreciation charges for each reporting period.

The useful lives are estimated at the time of purchase of these assets after considering business developments and the Group's strategies. The Group performs annual reviews to assess the appropriateness of the estimated useful lives. Such review takes into account any unexpected adverse changes in circumstances or events, including declines in projected operating results, negative industry and economic trends. The Group extends or shortens the useful lives and/or makes impairment provisions according to the results of the review.

(e) Estimated fair value of investment property

The investment property of the Group was stated at fair value in accordance with the accounting policy stated in Note 2.7. The fair value of the investment property is determined by Roma Appraisal Limited, an independent qualified professional valuer. The valuation was based on certain assumptions, which is subject to uncertainty and might materially differ from the actual results.

In making the judgment, consideration has been given to assumptions that are mainly based on market conditions existing at the end of the reporting period and appropriate capitalization rates. These estimates are regularly compared to actual market data and actual transactions entered into by the Group.

4. 重大會計估計及判斷(續)

(d) 物業、機器及設備之估計可使用年期及減值

本集團擁有眾多物業、機器及設備。本集團須估計物業、機器及設備之可用年期，以確定各呈報期間之折舊金額。

該等資產之可用年期乃於購入時經考慮業務發展及本集團策略後作出估計。本集團會每年進行檢討以評估有關估計可用年期是否適當。有關檢討應考慮在有關情況下或事件中的任何不可預見逆轉，包括預測經營業績下降、行業及經濟趨勢逆轉。本集團根據檢討結果延長或縮短可用年期及／或計提減值撥備。

(e) 投資物業之估計公平值

本集團之投資物業乃根據附註2.7所述之會計政策按公平值列賬。投資物業之公平值由獨立合資格專業估值師羅馬國際評估有限公司釐定。該估值納入若干假設，有關假設涉及不確定因素，並可能與實際結果極為不同。

作出判斷時會考慮主要基於報告期結束時之現時市況及適當市場貼現比率之假設。本集團會定期比較此等估計與實際市場數據及本集團訂立之實際交易。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS (continued)

(f) Income taxes

The Group is subject to income taxes in certain jurisdictions other than Hong Kong. Significant judgment is required in determining the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognizes liabilities for anticipated tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination are made.

4. 重大會計估計及判斷(續)

(f) 所得稅

本集團須繳納若干香港以外司法權區之所得稅。釐定所得稅撥備時需要作出重大判斷。日常業務過程中有若干難以確定最終稅項之交易及計算方法。本集團按照會否出現額外應繳稅項之估計為基準而確認預期稅務事宜所產生之負債。倘該等事宜之最終稅務結果與起初記賬之金額不同，有關差額將會影響作出有關決定期內之所得稅及遞延稅項撥備。

5. REVENUE

營業額

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Income from provision of a trading platform	提供交易平台收入	161,748	164,767
Commission income from securities and futures brokerage	證券及期貨經紀佣金收入	6,123,444	13,877,575
Interest income from clients	自客戶所得利息收入	827,951	315,399
Net fair value (losses)/gains on securities trading	證券交易之公平值(虧損)/收益淨額	(1,261,117)	2,258,847
Income from provision of wealth management services	提供財富管理服務之收入	322,766	1,506,954
Rental income from investment property	投資物業之租金收入	985,600	—
Income from provision of stock information and research services	提供股票資訊及研究服務之收入	5,525,699	30,865,691
		12,686,091	48,989,233

6. SEGMENT INFORMATION

The chief operating decision-maker has been identified as the executive directors (the “Executive Directors”) of the Company. The Executive Directors review the Group’s internal reporting in order to assess performance and allocate resources. Management has determined the operating segments based on these reports.

6. 分類資料

主要營運決策者已識別為本公司之執行董事(「執行董事」)。執行董事審閱本集團之內部報告，以評核表現及分配資源。管理層已根據該等報告釐定營運分類。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

6. SEGMENT INFORMATION (continued)

The Executive Directors consider the Group has seven reportable segments: (1) provision of a trading platform; (2) provision of brokerage and securities margin financing services; (3) provision of corporate finance services; (4) trading and principal investments; (5) provision of wealth management services; (6) property investments; and (7) provision of stock information and research services.

The segment information of the reportable segments for the year ended 31 December 2011 is as follows:

6. 分類資料(續)

執行董事認為本集團有七個可報告分類：(1) 提供交易平台；(2) 提供經紀及證券保證金融服務；(3) 提供企業融資服務；(4) 買賣及自營投資；(5) 提供財富管理服務；(6) 物業投資；及(7) 提供股票資訊及研究服務。

截至二零一一年十二月三十一日止年度之可報告分類之分類資料如下：

		Provision of a trading platform	Brokerage and securities margin financing services	Corporate finance services	Trading and principal investments	Wealth management services	Property investments	Stock information and research services	Total
		提供交易平台	經紀及證券保證金融服務	企業融資服務	買賣及自營投資	財富管理服務	物業投資	股票資訊及研究服務	總計
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
		港元	港元	港元	港元	港元	港元	港元	港元
Segment revenue from external customers	外界客戶分類收入	161,748	6,951,395	—	(1,261,117)	322,766	985,600	5,525,699	12,686,091
Segment results	分類業績	9,998	(3,450,675)	(300)	(2,533,602)	(177,932)	1,325,435	(18,548,353)	(23,375,429)
Net unallocated expenses	未分配開支淨額								(10,320,126)
Finance costs	融資成本								(895,398)
Interest income	利息收入								109,274
Share of losses of associates	應佔聯營公司虧損							(245,543)	(245,543)
Loss before income tax	除所得稅前虧損								(34,727,222)
Income tax expense	所得稅開支								(4,702,505)
Loss for the year	年內虧損								(39,429,727)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

6. SEGMENT INFORMATION (continued)

The segment information of the reportable segments for the year ended 31 December 2010 is as follows:

		Provision of a trading platform	Brokerage and securities margin financing services	Corporate finance services	Trading and principal investments	Wealth management services	Stock information and research services	Total
		提供交易 平台	經紀及證券 保證金融資服務	企業 融資服務	買賣及 自營投資	財富管理 服務	股票資訊及研 究服務	總計
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
		港元	港元	港元	港元	港元	港元	港元
Segment revenue from external customers	外界客戶分類收入	164,767	14,192,974	—	2,258,847	1,506,954	30,865,691	48,989,233
Segment results	分類業績	13,127	(2,239,447)	(5,240)	777,631	(249,943)	(154,794,229)	(156,498,101)
Net unallocated expenses	未分配開支淨額							(39,430,613)
Finance costs	融資成本							(685,937)
Interest income	利息收入							223,162
Impairment of goodwill	商譽減值						(53,811,784)	(53,811,784)
Share of losses of associates	應佔聯營公司虧損						(364,161)	(364,161)
Loss before income tax	除所得稅前虧損							(250,567,434)
Income tax credit	所得稅抵免							31,927,626
Loss for the year	年內虧損							(218,639,808)

6. 分類資料(續)

截至二零一零年十二月三十一日止年度之可報告分類之分類資料如下：

Other segment information for the year ended 31 December 2011 is as follows:

截至二零一一年十二月三十一日止年度之其他分類資料如下：

		Provision of a trading platform	Brokerage and securities margin financing services	Corporate finance services	Trading and principal investments	Wealth management services	Property investments	Stock information and research services	Unallocated	Total
		提供交易 平台	經紀及證券 保證金融資服務	企業 融資服務	買賣及 自營投資	財富管理 服務	物業投資	股票資訊及研 究服務	未分配	總計
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
		港元	港元	港元	港元	港元	港元	港元	港元	港元
Depreciation and amortization	折舊及攤銷	—	359,540	—	244,839	5,521	—	2,177,535	2,421,282	5,208,717
Impairment of other receivables	其他應收款項減值	—	—	—	—	—	—	—	4,714,937	4,714,937

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

6. SEGMENT INFORMATION (continued)

Other segment information for the year ended 31 December 2010 is as follows:

6. 分類資料(續)

截至二零一零年十二月三十一日止年度之其他分類資料如下：

		Provision of a trading platform	Brokerage and securities margin financing services	Corporate finance services	Trading and principal investments	Wealth management services	Stock information and research services	Unallocated	Total
		提供交易平台	經紀及證券保證金融資服務	企業融資服務	買賣及自營投資	財富管理服務	股票資訊及研究服務	未分配	總計
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
		港元	港元	港元	港元	港元	港元	港元	港元
Depreciation and amortization	折舊及攤銷	—	997,522	—	187,663	80,230	7,183,540	1,054,001	9,502,956
Impairment of goodwill	商譽減值	—	—	—	—	—	53,811,784	—	53,811,784
Impairment of intangible assets	無形資產減值	—	—	—	—	—	131,026,047	—	131,026,047
Impairment of trade receivables	應收賬款減值	—	—	—	—	—	120,049	—	120,049
Impairment of other receivables	其他應收款項減值	—	—	—	—	—	1,537,454	—	1,537,454

Segment assets consist primarily of property, plant and equipment, investment property, intangible assets, statutory deposits and other assets, investments in associates, held-for-trading investments, trade and other receivables, and bank balances and cash. Segment liabilities comprise operating liabilities.

分類資產主要包括物業、機器及設備、投資物業、無形資產、法定按金及其他資產、於聯營公司之投資、持作買賣投資、應收賬款、預付款項、按金及其他應收款項以及銀行結餘及現金。分類負債包括經營負債。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

6. SEGMENT INFORMATION (continued)

The segment assets and liabilities as at 31 December 2011 and capital expenditure for the year then ended are as follows:

		Brokerage and securities margin financing services	Corporate finance services	Trading and principal investments	Wealth management services	Property investments	Stock information and research services	Unallocated	Total	
		Provision of a trading platform	Corporate finance services	Trading and principal investments	Wealth management services	Property investments	Stock information and research services	Unallocated	Total	
		提供交易 平台	經紀及證券 保證金融服務	企業 融資服務	買賣及 自營投資	財富管理 服務	股票資訊及研 究服務	未分配	總計	
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	
		港元	港元	港元	港元	港元	港元	港元	港元	
Segment assets	分類資產	83,018	30,633,896	113,083	3,739,051	568,069	42,261,718	62,434,243	53,742,448	193,575,526
Investments in associates	於聯營公司之投資	—	—	—	647,842	—	—	1,028,234	—	1,676,076
		83,018	30,633,896	113,083	4,386,893	568,069	42,261,718	63,462,477	53,742,448	195,251,602
Segment liabilities	分類負債	933	5,973,676	—	67,671	99,633	18,854,831	9,785,979	27,024,280	61,807,003
Capital expenditure	資本開支									
Additions of property, plant and equipment	添置物業、機器及設備	—	27,390	—	18,620	—	—	115,684	41,076,174	41,237,868
Additions of investment property	添置投資物業	—	—	—	—	—	41,755,500	—	—	41,755,500

The segment assets and liabilities as at 31 December 2010 and capital expenditure for the year then ended are as follows:

		Brokerage and securities margin financing services	Corporate finance services	Trading and principal investments	Wealth management services	Property investments	Stock information and research services	Unallocated	Total	
		Provision of a trading platform	Corporate finance services	Trading and principal investments	Wealth management services	Property investments	Stock information and research services	Unallocated	Total	
		提供交易 平台	經紀及證券 保證金融服務	企業 融資服務	買賣及 自營投資	財富管理 服務	股票資訊及研 究服務	未分配	總計	
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	
		港元	港元	港元	港元	港元	港元	港元	港元	
Segment assets	分類資產	73,456	63,688,267	213,383	1,750,318	853,674	—	72,491,601	76,028,085	215,098,784
Investments in associates	於聯營公司之投資	—	—	—	—	—	—	669,056	—	669,056
		73,456	63,688,267	213,383	1,750,318	853,674	—	73,160,657	76,028,085	215,767,840
Segment liabilities	分類負債	1,369	29,888,691	—	—	153,686	—	11,877,369	1,609,923	43,531,038
Capital expenditure	資本開支									
Additions of property, plant and equipment	添置物業、機器及設備	—	60,725	—	—	11,564	—	1,863,108	1,752,012	3,687,409
Additions of intangible assets	添置無形資產	—	—	—	—	—	—	3,628,967	—	3,628,967

6. 分類資料(續)

於二零一一年十二月三十一日之分類資產與負債及截至該日止年度之資本開支如下：

於二零一零年十二月三十一日之分類資產與負債及截至該日止年度之資本開支如下：

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

6. SEGMENT INFORMATION (continued)

The Group mainly operates in Hong Kong and the PRC.

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Revenue	營業額		
Hong Kong	香港	8,351,769	15,457,869
The PRC	中國	4,334,322	33,531,364
		12,686,091	48,989,233

Revenue is allocated based on the country in which the customer is located.

6. 分類資料(續)

本集團主要於香港及中國經營。

收益按客戶所在國家劃分。

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Total assets	資產總值		
Hong Kong	香港	128,509,051	142,010,401
The PRC	中國	65,066,475	73,088,383
		193,575,526	215,098,784
Investments in associates	於聯營公司之投資	1,676,076	669,056
		195,251,602	215,767,840

Total assets are allocated based on where the assets are located.

資產總值按資產所在地劃分。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

6. SEGMENT INFORMATION (continued)

6. 分類資料(續)

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Capital expenditure	資本開支		
Hong Kong	香港	82,859,064	1,812,737
The PRC	中國	134,304	5,503,639
		82,993,368	7,316,376

Capital expenditure is allocated on where the assets are located.

資本開支按資產所在地劃分。

Information about major customers

No customer contributed 10% or more of total revenue during the year ended 31 December 2011 (2010: Nil).

主要客戶之資料

截至二零一一年十二月三十一日止年度，並無客戶佔總收入10%或以上(二零一零年：無)。

7. OTHER GAINS

7. 其他收益

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Gain on disposal of property, plant and equipment	出售物業、機器及設備之收益	258,765	—
Gain on disposal of subsidiaries	出售附屬公司之收益	3,971,794	2,161,965
Gain arising on change in fair value of investment property	投資物業公平值變動所產生之收益	344,500	—
Gain on sales of software to an associate	向一家聯營公司出售軟件之收益	1,030,971	—
		5,606,030	2,161,965

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

8. OTHER INCOME

8. 其他收入

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Advertising service income	廣告服務收入	1,025,034	—
CCASS fee income	中央結算系統費用收入	858,134	1,398,768
Handling fee income	手續費收入	188,660	129,811
Interest income on bank deposits	銀行存款利息收入	109,272	222,911
Other interest income	其他利息收入	2	251
Sundry income	雜項收入	1,215,985	430,167
		3,397,087	2,181,908

9. FINANCE COSTS

9. 融資成本

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Interest expenses on:	利息開支：		
Bank borrowings wholly repayable within one year	須於一年內悉數償付之銀行借款	785	685,937
Bank borrowings not wholly repayable within one year from the end of the reporting period but contain a repayment on demand clause	毋須於報告期間結束時起計一年內悉數償還但包含應要求償還之條款之銀行借款	894,613	—
		895,398	685,937

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

10. LOSS BEFORE INCOME TAX

10. 除所得稅前虧損

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Loss before income tax has been arrived at after charging/(crediting):	除所得稅前虧損已扣除/(計入)下列各項：		
Auditors' remuneration	核數師酬金	500,000	750,000
Loss on disposal of property, plant and equipment	出售物業、機器及設備之虧損	—	30,945
Operating lease rentals in respect of rented premises	租賃物業之經營租約租金	4,712,371	7,498,227
Rental income net of outgoings in respect of investment property	租金收入，已扣除投資物業費用	(597,700)	—

11. EMPLOYEE BENEFITS EXPENSES

11. 僱員福利開支

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Wages and salaries	工資及薪金	16,608,354	31,562,582
Share options granted to directors and employees	授予董事及僱員之購股權	—	23,382,573
Pension costs – defined contribution schemes	退休金成本 – 定額供款計劃	214,860	248,015
Employee benefits expenses, including directors' remuneration	僱員福利開支，包括董事酬金	16,823,214	55,193,170

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

12. DIRECTORS' REMUNERATION

Year ended 31 December 2011

12. 董事酬金

截至二零一一年十二月三十一日止年度

Name of director	Note	Fees	Salaries, allowances, and benefits in kind	Employer's contributions to pension scheme	Total
			(Note viii)	retirement scheme	
董事姓名	附註	袍金	薪金、津貼及 實物利益 (附註viii)	退休金 計劃之僱主 供款	總計
		HK\$	HK\$	HK\$	HK\$
		港元	港元	港元	港元
Executive directors					
執行董事					
Mr. Wang Wenming		—	1,200,000	12,000	1,212,000
王文明先生					
Mr. Lee Yiu Sun		—	1,200,000	12,000	1,212,000
李耀新先生					
Non-executive director					
非執行董事					
Mr. Liu Runtong	(i)	—	—	—	—
劉潤桐先生					
Independent non-executive directors					
獨立非執行董事					
Professor Zhang Benzhen		128,809	—	—	128,809
張本正教授					
Mr. Zhang Fei Ze	(ii)	29,032	—	—	29,032
張飛澤先生					
Dr. Tsang Hing Lun	(iv)	—	—	—	—
曾慶麟博士					
Mr. Tony I Tong	(v)	95,098	—	—	95,098
唐儀先生					
Mr. Li Jianxing	(v)	91,290	—	—	91,290
李建行先生					
Mr. Wu Du Yong	(vi)	10,870	—	—	10,870
吳篤泳先生					
Mr. Chen Shu Wen	(vii)	32,667	—	—	32,667
陳樹文先生					
		387,766	2,400,000	24,000	2,811,766

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

12. DIRECTORS' REMUNERATION (continued)

Year ended 31 December 2010

12. 董事酬金(續)

截至二零一零年十二月三十一日止年度

Name of director	Note	Fees	Salaries, allowances, and benefits in kind (Note viii)	Employer's contributions to pension scheme	Total
董事姓名	附註	袍金	薪金、津貼及實物利益 (附註viii)	退休金計劃之僱主供款	總計
		HK\$	HK\$	HK\$	HK\$
		港元	港元	港元	港元
Executive directors					
執行董事					
Mr. Wang Wenming		—	4,262,004	12,000	4,274,004
王文明先生					
Mr. Lee Yiu Sun		—	9,550,919	12,000	9,562,919
李耀新先生					
Non-executive director					
非執行董事					
Mr. Liu Runtong	(i)	264,000	8,350,919	—	8,614,919
劉潤桐先生					
Independent non-executive directors					
獨立非執行董事					
Professor Zhang Benzhen		125,000	556,728	—	681,728
張本正教授					
Mr. Zhang Fei Ze	(ii)	74,301	—	—	74,301
張飛澤先生					
Mr. Yen Jong Ling	(iii)	30,000	—	—	30,000
嚴中伶先生					
Dr. Tsang Hing Lun	(iv)	130,000	835,092	—	965,092
曾慶麟博士					
		623,301	23,555,662	24,000	24,202,963

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

12. DIRECTORS' REMUNERATION (continued)

Notes:

- (i) Appointed on 2 February 2010.
- (ii) Appointed on 20 May 2010 and resigned on 28 March 2011.
- (iii) Resigned on 31 March 2010.
- (iv) Resigned on 6 January 2011.
- (v) Appointed on 28 March 2011.
- (vi) Appointed on 20 May 2011 and resigned on 21 June 2011.
- (vii) Appointed on 23 September 2011.
- (viii) Benefits in kind include share option. No share options were granted to the directors of the Company under the Company's share option scheme during the year ended 31 December 2011. During the year ended 31 December 2010, 76,000,000 share options with an aggregate fair value of HK\$21,155,661 were granted by the Group to the directors of the Company under the Company's Share Option Scheme.

During the year, no emoluments were paid by the Group to the directors as an inducement to join or upon joining the Group or as compensation for loss of office (2010: Nil). None of the directors waived or agreed to waive any remuneration during the year (2010: Nil).

12. 董事酬金(續)

附註：

- (i) 於二零一零年二月二日獲委任。
- (ii) 於二零一零年五月二十日獲委任及於二零一一年三月二十八日辭任。
- (iii) 於二零一零年三月三十一日辭任。
- (iv) 於二零一一年一月六日辭任。
- (v) 於二零一一年三月二十八日獲委任。
- (vi) 於二零一一年五月二十日獲委任及於二零一一年六月二十一日辭任。
- (vii) 於二零一一年九月二十三日獲委任。
- (viii) 實物利益包括購股權。截至二零一一年十二月三十一日止年度，無購股權根據本公司購股權計劃而授予本公司董事。於截至二零一零年十二月三十一日止年度，本集團根據本公司購股權計劃向本公司董事授出76,000,000份購股權，公平值總額為21,155,661港元。

年內，本集團並無向董事支付任何酬金作為吸引加盟或於加盟本集團時之獎勵或作為離職補償(二零一零年：無)。年內，概無董事放棄或同意放棄任何酬金(二零一零年：無)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

13. FIVE HIGHEST PAID INDIVIDUALS

The five individuals whose emoluments were the highest in the Group include two (2010: four) directors, details of whose remuneration are set out in Note 12. The emoluments payable to the remaining three individuals (2010: one individual) for the year are as follows:

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Salaries, allowances and benefits in kind	薪金、津貼及實物利益	1,386,000	1,459,092
Pension costs — defined contribution scheme	退休金成本 — 定額供款計劃	36,000	12,000
		1,422,000	1,471,092

Their emoluments fell within the following bands:

		2011 二零一一年 Number of individuals 僱員人數	2010 二零一零年 Number of individual 僱員人數
Nil to HK\$1,000,000	零至1,000,000港元	3	—
HK\$1,000,001 to HK\$1,500,000	1,000,001港元至1,500,000港元	—	1
		3	1

During the year, no emoluments were paid by the Group to the five highest paid individuals as an inducement to join or upon joining the Group or as compensation for loss of office (2010: Nil).

13. 五名最高薪人士

本集團五名最高薪人士包括兩名(二零一零年：四名)董事，彼等之酬金詳情載於附註12。年內應付餘下三名(二零一零年：一名)人士之酬金如下：

彼等之酬金介乎以下範圍：

年內，本集團並無向五名最高薪人士支付任何酬金作為吸引加盟或於加盟本集團時之獎勵或作為離職補償(二零一零年：無)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

14. INCOME TAX (EXPENSE)/CREDIT

Hong Kong Profits Tax is calculated at the rate of 16.5% (2010: 16.5%) on the estimated assessable profit arising in or derived from Hong Kong for the year. No provision for Hong Kong Profits Tax has been made in the financial statements as the Group incurred a tax loss for the year (2010: Nil). Taxation on overseas profits has been calculated on the estimated assessable profit for the year at the rates of taxation prevailing in the countries in which the Group operates.

14. 所得稅(開支)/抵免

香港利得稅就本年度於香港產生或源自香港之估計應課稅溢利按稅率16.5%(二零一零年:16.5%)計算。由於本集團於本年度產生稅務虧損,故並無就香港利得稅於財務報表作出撥備(二零一零年:無)。海外溢利之稅項按本集團業務所在國家當時適用之稅率,就年度估計應課稅溢利計算。

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Current income tax:	即期所得稅:		
Current tax on profits for the year	年度利潤之當期稅項		
— Hong Kong Profits Tax	— 香港利得稅	—	—
— PRC Corporate Income Tax	— 中國企業所得稅	—	—
		—	—
Underprovision in previous years	於過往年度撥備不足		
— Hong Kong Profits Tax	— 香港利得稅	—	—
— PRC Corporate Income Tax	— 中國企業所得稅	323,171	—
		323,171	—
Total current tax	即期稅項總額	323,171	—
Deferred income tax (Note 31):	遞延所得稅(附註31):		
Current year	本年度	4,379,334	—
Reversal of temporary differences	撥回暫時性差額	—	(31,927,626)
Income tax expense/(credit)	所得稅開支/(抵免)	4,702,505	(31,927,626)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

14. INCOME TAX (EXPENSE)/CREDIT (continued)

The tax on the Group's loss before income tax differs from the theoretical amount that would arise using the Hong Kong Profits Tax rate of 16.5% (2010: 16.5%) as follows:

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Loss before income tax	除所得稅前虧損	(34,727,222)	(250,567,434)
Tax calculated at Hong Kong Profits Tax rate of 16.5% (2010: 16.5%)	按香港利得稅率16.5% (二零一零年：16.5%)計算之稅項	(5,729,992)	(41,343,627)
Tax effect of:	以下項目之稅務影響：		
— Different tax rates of subsidiaries operating in other jurisdictions	— 於其他司法權區經營之附屬公司之不同稅率	(1,651,243)	(10,417,363)
— Income not subject to tax	— 毋須課稅收入	(289,049)	(512,251)
— Expenses not deductible for tax purposes	— 就稅項目的不可扣減之開支	9,833,370	44,756,847
— Others	— 其他	2,216,248	7,516,394
— Reversal of deferred tax liabilities	— 遞延稅項負債撥回	—	(31,927,626)
— Underprovision in previous years	— 過往年度撥備不足	323,171	—
Tax charge/(credit)	稅項開支/(抵免)	4,702,505	(31,927,626)

15. LOSS ATTRIBUTABLE TO OWNERS OF THE COMPANY

The loss attributable to owners of the Company is dealt with in the financial statements of the Company to the extent of HK\$6,472,389 (2010: HK\$255,458,795).

14. 所得稅(開支)/抵免(續)

倘採用以下香港利得稅率 16.5% (二零一零年：16.5%) 計算，本集團之除所得稅前虧損稅項將與理論金額不同：

15. 本公司擁有人應佔虧損

於本公司財務報表處理之本公司擁有人應佔虧損為6,472,389港元(二零一零年：255,458,795港元)。



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

16. LOSS PER SHARE

Basic

Basic loss per share is calculated by dividing the loss attributable to owners of the Company for the year ended 31 December 2011 of HK\$37,855,857 (2010: loss of HK\$215,332,026) by the weighted average number of 3,955,539,462 (2010: 3,520,893,208) ordinary shares in issue during the year.

Diluted

The computation of diluted loss per share for the years ended 31 December 2010 and 2011 did not assume the exercise of the Company's share options outstanding during the years ended 31 December 2010 and 2011 since their exercise would result in a decrease in loss per share.

16. 每股虧損

基本

每股基本虧損乃按截至二零一一年十二月三十一日止年度本公司擁有人應佔虧損37,855,857港元(二零一零年：虧損215,332,026港元)除年內已發行普通股加權平均數3,955,539,462股(二零一零年：3,520,893,208股)計算。

攤薄

截至二零一零年及二零一一年十二月三十一日止年度，每股攤薄虧損之計算並無假設本公司之未行使購股權於截至二零一零年及二零一一年十二月三十一日之年度獲行使，原因為行使該等購股權會減少每股虧損。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

17. PROPERTY, PLANT AND EQUIPMENT

17. 物業、機器及設備

The Group	本集團	Land and buildings 土地及樓宇	Leasehold improvements 租賃物業裝修	Office equipment and furniture 辦公室設備及傢俬	Computer equipment 電腦設備	Motor vehicles 汽車	Total 總計
		HK\$ 港元	HK\$ 港元	HK\$ 港元	HK\$ 港元	HK\$ 港元	HK\$ 港元
As at 1 January 2010	於二零一零年一月一日						
Cost	成本	—	3,394,128	10,428,123	3,072,395	3,245,661	20,140,307
Accumulated depreciation	累計折舊	—	(1,762,553)	(2,440,889)	(2,086,653)	(534,792)	(6,824,887)
Net book amount	賬面淨值	—	1,631,575	7,987,234	985,742	2,710,869	13,315,420
Year ended 31 December 2010	截至二零一零年十二月三十一日止年度						
Opening net book amount	期初賬面淨值	—	1,631,575	7,987,234	985,742	2,710,869	13,315,420
Additions	添置	—	92,966	1,424,851	81,325	2,088,267	3,687,409
Exchange differences	匯兌差額	—	14,718	249,623	4,159	83,683	352,183
Disposals of subsidiaries	出售附屬公司	—	—	(23,813)	(31,953)	—	(55,766)
Disposals	出售	—	—	(74,234)	(9,077)	—	(83,311)
Depreciation	折舊	—	(845,683)	(2,194,591)	(690,640)	(971,137)	(4,702,051)
Closing net book amount	期終賬面淨值	—	893,576	7,369,070	339,556	3,911,682	12,513,884
As at 31 December 2010	於二零一零年十二月三十一日						
Cost	成本	—	2,768,359	11,864,386	2,795,124	5,446,831	22,874,700
Accumulated depreciation	累計折舊	—	(1,874,783)	(4,495,316)	(2,455,568)	(1,535,149)	(10,360,816)
Net book amount	賬面淨值	—	893,576	7,369,070	339,556	3,911,682	12,513,884
Year ended 31 December 2011	截至二零一一年十二月三十一日止年度						
Opening net book amount	期初賬面淨值	—	893,576	7,369,070	339,556	3,911,682	12,513,884
Additions	添置	40,327,455	678,000	205,023	27,390	—	41,237,868
Exchange differences	匯兌差額	—	15,462	264,387	—	90,880	370,729
Disposals of subsidiaries	出售附屬公司	—	—	(94,869)	—	—	(94,869)
Disposals	出售	—	(167,650)	(13,671)	—	—	(181,321)
Depreciation	折舊	(1,478,838)	(430,587)	(1,892,133)	(305,301)	(1,101,858)	(5,208,717)
Closing net book amount	期終賬面淨值	38,848,617	988,801	5,837,807	61,645	2,900,704	48,637,574
As at 31 December 2011	於二零一一年十二月三十一日						
Cost	成本	40,327,455	2,275,078	14,077,615	883,003	5,769,962	63,333,113
Accumulated depreciation	累計折舊	(1,478,838)	(1,286,277)	(8,239,808)	(821,358)	(2,869,258)	(14,695,539)
Net book amount	賬面淨值	38,848,617	988,801	5,837,807	61,645	2,900,704	48,637,574

Note:

As at 31 December 2011, land and buildings with a carrying value of HK\$38,848,617 (2010: Nil) was pledged to secure the bank borrowings of the Group (Note 30).

附註：

於二零一一年十二月三十一日，賬面價值為38,848,617港元(二零一零年：無)之土地及樓宇已用作抵押本集團之銀行借款(附註30)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

17. PROPERTY, PLANT AND EQUIPMENT (continued)

17. 物業、機器及設備(續)

The Company	本公司	Leasehold improvements 租賃物業裝修 HK\$ 港元	Office equipment and furniture 辦公室設備及傢俬 HK\$ 港元	Computer equipment 電腦設備 HK\$ 港元	Motor vehicles 汽車 HK\$ 港元	Total 總計 HK\$ 港元
As at 1 January 2010	於二零一零年一月一日					
Cost	成本	1,160,890	345,672	640,384	—	2,146,946
Accumulated depreciation	累計折舊	(451,455)	(142,706)	(499,785)	—	(1,093,946)
Net book amount	賬面淨值	709,435	202,966	140,599	—	1,053,000
Year ended 31 December 2010	截至二零一零年十二月三十一日止年度					
Opening net book amount	期初賬面淨值	709,435	202,966	140,599	—	1,053,000
Additions	添置	—	—	20,600	1,731,412	1,752,012
Depreciation	折舊	(386,963)	(110,397)	(75,693)	(480,948)	(1,054,001)
Closing net book amount	期終賬面淨值	322,472	92,569	85,506	1,250,464	1,751,011
As at 31 December 2010	於二零一零年十二月三十一日					
Cost	成本	1,160,890	343,592	536,003	1,731,412	3,771,897
Accumulated depreciation	累計折舊	(838,418)	(251,023)	(450,497)	(480,948)	(2,020,886)
Net book amount	賬面淨值	322,472	92,569	85,506	1,250,464	1,751,011
Year ended 31 December 2011	截至二零一一年十二月三十一日止年度					
Opening net book amount	期初賬面淨值	322,472	92,569	85,506	1,250,464	1,751,011
Additions	添置	678,000	89,338	—	—	767,338
Disposals	出售	(161,235)	(6,532)	—	—	(167,767)
Depreciation	折舊	(207,568)	(93,468)	(69,791)	(577,137)	(947,964)
Closing net book amount	期終賬面淨值	631,669	81,907	15,715	673,327	1,402,618
As at 31 December 2011	於二零一一年十二月三十一日					
Cost	成本	678,000	191,511	295,407	1,731,412	2,896,330
Accumulated depreciation	累計折舊	(46,331)	(109,604)	(279,692)	(1,058,085)	(1,493,712)
Net book amount	賬面淨值	631,669	81,907	15,715	673,327	1,402,618

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

18. INVESTMENT PROPERTY

18. 投資物業

		The Group 本集團	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
At the beginning of year	於年初	—	—
Addition	添置	41,755,500	—
Changes in fair value	公平值變動	344,500	—
At end of the year	於年終	42,100,000	—

- (a) Investment property held under long-term leases in Hong Kong amounting to HK\$42,100,000 (2010: Nil) was valued at 31 December 2011 on an open market value basis by Roma Appraisals Limited, independent professional valuers. Valuation is based on market value assessment approach.
- (b) As at 31 December 2011, an investment property with a carrying value of HK\$42,100,000 (2010: Nil) was pledged to secure the bank borrowings of the Group (Note 30).

- (a) 在香港以長期租約持有之42,100,000港元(二零一零年：無)投資物業由獨立專業估值師羅馬國際評估有限公司於二零一一年十二月三十一日按照公開市值進行估值。估值乃依據市值評估進行。
- (b) 於二零一一年十二月三十一日，賬面值為42,100,000港元(二零一零年：無)之投資物業已用作抵押本集團之銀行借款(附註30)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

19. INTANGIBLE ASSETS

19. 無形資產

The Group	本集團	Goodwill 商譽 HK\$ 港元	Website 網站 HK\$ 港元	Software 軟件 HK\$ 港元	Trading rights 交易權 HK\$ 港元	Total 總計 HK\$ 港元
As at 1 January 2010	於二零一零年一月一日					
Cost	成本	682,538,960	134,059,833	—	3,592,000	820,190,793
Accumulated amortization and impairment	累計攤銷及減值	(635,784,473)	(3,723,884)	—	(3,591,998)	(643,100,355)
Net book amount	賬面淨值	46,754,487	130,335,949	—	2	177,090,438
Year ended 31 December 2010	截至二零一零年十二月三十一日止年度					
Opening net book amount	年初賬面淨值	46,754,487	130,335,949	—	2	177,090,438
Adjustment to the cost of the business combination in prior years (Note (vi))	過往年度業務合併成本之調整(附註(vi))	6,281,743	—	—	—	6,281,743
Acquisition of a subsidiary (Note 35(b))	收購一家附屬公司(附註35(b))	81,372	—	—	—	81,372
Disposal of a subsidiary	出售一家附屬公司	—	—	—	(1)	(1)
Addition	添置	—	—	3,628,967	—	3,628,967
Exchange differences	匯兌差額	775,554	1,862,036	—	—	2,637,590
Amortization charge	攤銷支出	—	(4,535,677)	(265,228)	—	(4,800,905)
Impairment charge (Note (ii))	減值支出(附註(ii))	(53,811,784)	(127,662,308)	(3,363,739)	—	(184,837,831)
Closing net book amount	期終賬面淨值	81,372	—	—	1	81,373
As at 31 December 2010	於二零一零年十二月三十一日					
Cost	成本	689,677,629	135,921,869	3,628,967	2,724,000	831,952,465
Accumulated amortization and impairment	累計攤銷及減值	(689,596,257)	(135,921,869)	(3,628,967)	(2,723,999)	(831,871,092)
Net book amount	賬面淨值	81,372	—	—	1	81,373
Year ended 31 December 2011	截至二零一一年十二月三十一日止年度					
Opening net book amount	年初賬面淨值	81,372	—	—	1	81,373
Exchange differences	匯兌差額	3,436	—	—	—	3,436
Closing net book amount	期終賬面淨值	84,808	—	—	1	84,809
As at 31 December 2011	於二零一一年十二月三十一日					
Cost	成本	689,681,065	135,921,869	3,628,967	2,724,000	831,955,901
Accumulated amortization and impairment	累計攤銷及減值	(689,596,257)	(135,921,869)	(3,628,967)	(2,723,999)	(831,871,092)
Net book amount	賬面淨值	84,808	—	—	1	84,809

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

19. INTANGIBLE ASSETS (continued)

Notes:

- (i) Goodwill is allocated to the Group's cash-generating unit ("CGU") which is principally engaged in the provision of stock information and research services in the PRC. The recoverable amount of a CGU is determined based on value-in-use calculations.

For the year ended 31 December 2011, the value-in-use calculations uses pre-tax cash flow projections based on financial budgets approved by management covering a five-year period. The key assumptions used for the cash flow projections include budgeted revenue and budgeted expenses during the forecasting periods, which are determined by management based on past performance and its expectation of market development. Cash flows beyond that five-year period are extrapolated using an estimated growth rate of 1%. The growth rate does not exceed the long-term average growth rate for the industry in which the CGU operates. All cash flows are discounted at a pre-tax discount rate of 3% which reflects the specific risks relating to this CGU.

The impairment testing was carried out by management based on the value-in-use calculation.

For the year ended 31 December 2010, the value-in-use calculations uses pre-tax cash flow projections based on financial budgets approved by management covering a five-year period. The key assumptions used for the cash flow projections include budgeted revenue and budgeted expenses during the forecasting periods, which are determined by management based on past performance and its expectation of market development. Cash flows beyond that five-year period are extrapolated using an estimated growth rate of 3%. The growth rate does not exceed the long-term average growth rate for the industry in which the CGU operates. All cash flows are discounted at a pre-tax discount rate of 17.86% which reflects the specific risks relating to this CGU.

The impairment testing was carried out by management based on the value-in-use calculation and with reference to a valuation carried out by an independent professional valuer, BMI Appraisals Limited.

- (ii) The impairment charges of the website and software of HK\$127,662,308 and HK\$3,363,739 respectively for the year ended 31 December 2010 was resulted in the reassessment of the future profitability of the Group's subsidiaries principally engaged in the provision of stock information and research services in the PRC. The reassessment was made in light of tightened policy of the PRC government on regulating the securities and investment consultancy sector of the PRC in which the Group's operates, which was relatively less favourable to foreign enterprise's participation.
- (iii) The trading rights as at 31 December 2011 represent two trading rights in the Stock Exchange.

19. 無形資產(續)

附註：

- (i) 商譽分配至集團主要於中國從事提供股票資訊及研究業務之現金產生單位(「現金產生單位」)。現金產生單位之可收回金額乃按使用價值計算。

截至二零一一年十二月三十一日止年度，使用價值計算按照管理層批准涵蓋五年期間之財政預算，採用除稅前現金流量預測進行。現金流量預測採用之主要假設包括管理層按過往表現及預期市場發展釐定之預測期間預算收益及預算開支。五年以上期間之現金流量以估計增長率1%推算。該增長率並無超過現金產生單位所屬行業之長期平均增長率。所有現金流量按除稅前折現率3%折現，以反映與該現金產生單位相關之指定風險。

減值檢測由管理層按使用價值計算。

截至二零一零年十二月三十一日止年度，使用價值計算按照管理層批准涵蓋五年期間之財政預算，採用除稅前現金流量預測進行。現金流量預測採用之主要假設包括管理層按過往表現及預期市場發展釐定之預測期間預算收益及預算開支。五年以上期間之現金流量以估計增長率3%推算。該增長率並無超過現金產生單位所屬行業之長期平均增長率。所有現金流量按除稅前折現率17.86%折現，以反映與該現金產生單位相關之指定風險。

減值檢測由管理層按使用價值並參考獨立專業估值師邦盟匯駿評估有限公司進行之估值計算。

- (ii) 截至二零一零年十二月三十一日止年度之網站及軟件減值分別為127,662,308港元及3,363,739港元，乃由於重估本集團主要在中國從事股票資訊及研究提供之附屬公司之未來盈利能力所致。有關重估乃因應中國政府收緊對本集團所從事之中國證券及投資顧問業之政策而進行，因有關行業較難吸引外資參與。
- (iii) 於二零一一年十二月三十一日之交易權指兩項聯交所交易權。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

19. INTANGIBLE ASSETS (continued)

- (iv) On 3 March 2009, the Group entered into a series of control agreements to acquire control of 深圳畫天影視文化傳播有限公司 (transliterated as Shenzhen Sky Picture Culture Communications Company Limited and its subsidiary. The related goodwill arising from the aforesaid acquisition amounted to HK\$18,654,487.
- (v) The website hosting an interactive financial video channel called Stock Online (股市在綫) was acquired through the acquisition of Shenzhen Sky Picture Culture Communications Company Limited.
- (vi) The amounts represented the adjustments to the contingent consideration for the acquisition of the GoHi Group during the year ended 31 December 2007 due to the fulfillment of certain conditions as stipulated in the agreements, which resulted in the issue of the Consideration Shares, the Option and the Bonus Shares.
- (vii) The software as at 31 December 2011 represents Stock Online First Stock Search Software (選股在綫第一搜股軟件).

19. 無形資產(續)

- (iv) 於二零零九年三月三日，本集團訂立一系列之管制協議，以收購深圳畫天影視文化傳播有限公司及其附屬公司之控制權。自上述收購產生之有關商譽為18,654,487港元。
- (v) 一個名為「股市在綫」之互動財經視像頻道乃透過收購深圳畫天影視文化傳播有限公司而得。
- (vi) 有關款項指為達成該等協議所訂若干條件而就截至二零零七年十二月三十一日止年度收購GoHi Holdings Limited之或然代價作出之調整，有關調整導致發行代價股份、購股權及紅股。
- (vii) 截至二零一一年十二月三十一日的軟件指「選股在綫第一搜股軟件」。

20. STATUTORY DEPOSITS AND OTHER ASSETS

20. 法定按金及其他資產

		The Group 本集團	
		2011 二零一一年 HK\$ 港元	2010 二零一零 HK\$ 港元
Hong Kong Securities Clearing Company Limited ("HKSCC")	香港中央結算有限公司 (「香港結算」)		
— Contribution fund deposit	— 保證基金按金	100,000	100,000
— Admission fee deposit	— 收納費按金	100,000	100,000
The Stock Exchange of Hong Kong Limited	香港聯合交易所有限公司		
— Compensation fund deposit	— 賠償基金按金	100,000	100,000
— Fidelity fund deposit	— 互保基金按金	100,000	100,000
— Stamp duty deposit	— 印花稅按金	75,000	75,000
The Securities and Futures Commission of Hong Kong	香港證券及期貨事務監察委員會		
— Deposits for responsible officers	— 負責人員按金	100,000	100,000
		575,000	575,000

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

21. INVESTMENTS IN SUBSIDIARIES

21. 於附屬公司之投資

		The Company 本公司	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Unlisted shares, at cost	非上市股份，按成本	4,771,262	4,771,262
Less: Impairment loss recognized	減：確認減值虧損	(2)	—
		4,771,260	4,771,262

Amounts due from and due to subsidiaries

Except for an amount due from a subsidiary of HK\$23,071,552 which is interest bearing at prime rate of commercial banks minus 2.25% per annum (2010: Nil), the amounts due from and due to subsidiaries as shown on the Company's statement of financial position are unsecured, interest-free and repayable on demand.

The following is a list of the Company's principal subsidiaries as at 31 December 2011, all of which are wholly-owned by the Group:

應收及應付附屬公司款項

本公司應收一家附屬公司款項為23,071,552港元，乃商業銀行最優惠利率減2.25厘之年利率計息(二零一零年：無)，除此以外，於本公司財務狀況報表所示之應收及應付附屬公司款項均為無抵押、免息及須按要求償還。

以下為於二零一一年十二月三十一日之本公司主要附屬公司名單，所有該等附屬公司均由本集團全資擁有：

Name 名稱	Place of incorporation/ establishment and kind of legal entity 註冊成立/ 成立地點及法定實體類別	Principal activities and place of operations 主要業務及營運地點	Particulars of issued share capital/ registered capital 已發行股本/ 註冊股本詳情
First China Financial Holdings (BVI) Limited	British Virgin Islands, Limited liability company	Investment holding	611,700 ordinary shares of US\$1 each
First China Financial Holdings (BVI) Limited	英屬處女群島， 有限公司	投資控股	611,700股每股面值 1美元之普通股
Stockmartnet Limited	Hong Kong, Limited liability company	Securities trading in Hong Kong	3 ordinary shares of HK\$1 each
金融社有限公司	香港，有限公司	於香港從事證券買賣	3股每股面值 1港元之普通股
First China Financial Capital Limited	Hong Kong, Limited liability company	Provision of corporate finance services in Hong Kong	2,400,000 ordinary shares of HK\$1 each
首華金融融資有限公司	香港，有限公司	於香港提供企業融資服務	2,400,000股每股面值 1港元之普通股

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

21. INVESTMENTS IN SUBSIDIARIES (continued)

21. 於附屬公司之投資(續)

Name 名稱	Place of incorporation/ establishment and kind of legal entity 註冊成立/ 成立地點及法定實體類別	Principal activities and place of operations 主要業務及營運地點	Particulars of issued share capital/ registered capital 已發行股本/ 註冊股本詳情
First China Securities Limited 首華證券有限公司	Hong Kong, Limited liability company 香港·有限公司	Securities brokerage and securities margin financing services in Hong Kong 於香港從事證券經紀及 證券保證金融資服務	57,000,000 ordinary shares of HK\$1 each 57,000,000每股面值 1港元之普通股
First China Processing Services Limited First China Processing Services Limited	Hong Kong, Limited liability company 香港·有限公司	Provision of a trading platform in Hong Kong 於香港提供交易平台	2 ordinary shares of HK\$1 each 2股每股面值 1港元之普通股
IFN-GT Financial Holdings Limited IFN-GT Financial Holdings Limited	British Virgin Islands, Limited liability company 英屬處女群島· 有限公司	Investment holding 投資控股	1 ordinary share of US\$1 each 1股每股面值 1美元之普通股
First China Global Wealth Management Limited 首華環球理財有限公司	Hong Kong, Limited liability company 香港·有限公司	Provision of wealth management services in Hong Kong 於香港提供財富管理服務	6,000,000 ordinary shares of HK\$1 each 6,000,000股每股面值 1港元之普通股
First China Property Limited 首華地產有限公司	Hong Kong, Limited liability company 香港·有限公司	Property investment 物業投資	1 ordinary share of HK\$1 each 1股每股面值1港元之 普通股
First China Estates Company Limited 首華置業有限公司	Hong Kong, Limited liability company 香港·有限公司	Property holding 持有物業	1 ordinary share of HK\$1 each 1股每股面值1港元之 普通股
Aceview International Limited 銳景國際有限公司	British Virgin Islands, Limited liability company 英屬處女群島· 有限公司	Investment holding 投資控股	1 ordinary share of US\$ 1 each 1股每股面值 1美元之普通股
GoHi Holdings Limited GoHi Holdings Limited	British Virgin Islands, Limited liability company 英屬處女群島· 有限公司	Investment holding 投資控股	35,000 ordinary shares of US\$1 each 35,000股每股面值 1美元之普通股
首華證券諮詢(深圳)有限公司 (transliterated as First China Securities Consultancy (Shenzhen) Co., Ltd.) 首華證券諮詢(深圳)有限公司	PRC, Foreign wholly-owned enterprise 中國·全外資企業	Provision of stock information and research services in the PRC 於中國內地提供 股票資訊及研究服務	Registered capital of RMB40,000,000 註冊資本為人民幣 40,000,000元

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

21. INVESTMENTS IN SUBSIDIARIES (continued)

Name	Place of incorporation/ establishment and kind of legal entity	Principal activities and place of operations	Particulars of issued share capital/ registered capital
名稱	註冊成立/ 成立地點及法定實體類別	主要業務及營運地點	已發行股本/ 註冊股本詳情
深圳畫天影視文化傳播有限公司 (formerly known as “深圳畫天影視傳播有限公司”) (transliterated as Shenzhen Sky Picture Culture Communications Company Limited (formerly known as “Shenzhen Sky Picture Communications Company Limited”) (Note)	PRC, Limited liability company	Investment holding and provision of development and design of TV programs and artwork in the PRC	Registered capital of RMB3,000,000
深圳畫天影視文化傳播有限公司(前稱「深圳畫天影視傳播有限公司」)(附註)	中國·有限公司	於中國投資控股、開發及設計電視節目及美術	註冊資本為人民幣3,000,000元
深圳富盟網絡技術有限公司 (transliterated as Shenzhen Wealth Alliance Networking Company Limited) (“Wealth Alliance”) (Note)	PRC, Limited liability company	Development and sales of software for information network equipment, terminal products and calculators in the PRC	Registered capital of RMB10,000,000
深圳富盟網絡技術有限公司 (「富盟」)(附註)	中國·有限公司	於中國開發及銷售資訊網絡設備軟件、終端產品及計算器	註冊資本為人民幣10,000,000元

Note: The equity interests in these subsidiaries are directly or indirectly held by an individual nominee on behalf of the Group and the Group holds 100% effective interest in these subsidiaries.

The above table lists the subsidiaries of the Group which, in the opinion of the directors, principally affect the results or assets of the Group. To give details of other subsidiaries would, in the opinion of the directors, result in particulars of excessive length.

21. 於附屬公司之投資(續)

附註：由一名個人代名人代表本集團直接或間接持有之該等附屬公司之股本權益，本集團持有該等附屬公司100%實際權益。

上表載列董事認為對本集團業績或資產構成主要影響之附屬公司。董事認為，詳列其他附屬公司之資料將導致篇幅過於冗長。

22. INVESTMENTS IN ASSOCIATES

		The Group 本集團	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Beginning of the year	年初	669,056	1,001,131
Additions	添置	1,229,830	—
Exchange differences	匯兌差額	22,733	32,086
Share of losses	應佔虧損	(245,543)	(364,161)
End of the year	年終	1,676,076	669,056
Market values of listed shares	上市股份市值	N/A 不適用	N/A 不適用

22. 於聯營公司之投資

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

22. INVESTMENTS IN ASSOCIATES (continued)

Details of the Group's associates as at 31 December 2011 are as follows:

22. 於聯營公司之投資(續)

於二零一一年十二月三十一日，本集團聯營公司之詳情如下：

Name	Place of incorporation	Principal activities	Particulars of issued shares held	Interest held
名稱	註冊成立地點	主要業務	所持已發行股份詳情	所持權益
深圳市元通視訊技術有限公司	PRC, Limited liability company	Development and sales of software for information network equipment, terminal products and calculators in the PRC	Registered capital of RMB2,000,000	50%
深圳市元通視訊技術有限公司	中國，有限公司	於中國開發及銷售資訊網絡設備之軟件，終端產品及計算機	註冊資本為人民幣2,000,000元	50%
深圳中財贏通信息技術有限公司	PRC, Limited liability company	Development and sales of software for information network equipment, terminal products and calculators in the PRC	Registered capital of RMB1,000,000	40%
深圳中財贏通信息技術有限公司	中國，有限公司	於中國開發及銷售資訊網絡設備之軟件，終端產品及計算機	註冊資本為人民幣1,000,000元	40%
深圳聯合無限投資有限公司	PRC, Limited liability company	Development and sales of software for information network equipment in the PRC	Registered capital of RMB7,000,000	14%
深圳聯合無限投資有限公司	中國，有限公司	於中國開發及銷售資訊網絡設計之軟件	註冊資本為人民幣7,000,000元	14%

The following is the summarized financial information in respect of the Group's associates as extracted from unaudited management accounts or published financial information for the year ended 31 December 2010 and 2011:

下表顯示本集團聯營公司之財務資料概要，乃摘錄自截至二零一零年及二零一一年十二月三十一日止年度之未經審核管理賬目或已公布財務資料：

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Assets	資產	17,137,346	5,313,398
Liabilities	負債	14,037,559	3,059,584
Revenues	收益	778,350	5,050,765
Losses	虧損	7,421,120	903,643

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

22. INVESTMENTS IN ASSOCIATES (continued)

Amounts due from and due to associates

As at 31 December 2011, the amounts due from and due to associates are unsecured, interest-free, denominated in RMB and repayable on demand.

23. INVENTORIES

24. HELD-FOR-TRADING INVESTMENTS

22. 於聯營公司之投資(續)

應收聯營公司款項及應付聯營公司款項於二零一一年十二月三十一日，應收聯營公司款項及應付聯營公司款項為無抵押、免息、以人民幣列值及須按要求償還。

23. 存貨

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
Finished goods	成品	140,514	41,289

24. 持作買賣投資

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
Equity securities listed on the Shenzhen Stock Exchange at market value	於深圳證券交易所上市之股本證券按市值	2,110,359	3,217,558

The fair value of the above equity securities was based on their current bid prices in an active market.

上述股本證券之公平值按其當時在活躍市場之買盤價計算。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

25. TRADE RECEIVABLES

25. 應收賬款

		The Group 本集團	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Amounts receivable arising from	證券經紀業務所產生		
Securities broking:	應收款項：		
Margin clients	保證金客戶	1,487,893	848,149
Cash clients	現金客戶	2,908,309	2,319,204
Brokers and dealers	經紀及交易商	6	6
HKSCC (net)	香港結算(淨額)	—	2,730,025
Other trade receivables	其他應收賬款	118,346	412,764
		4,514,554	6,310,148
Less: provision for impairment of trade receivables	減：應收賬款 減值撥備	—	(123,192)
Trade receivables, net	應收賬款，淨額	4,514,554	6,186,956

As at 31 December 2010, the other trade receivables included an amount due from non-controlling interests of approximately HK\$172,000. The amount is unsecured, interest-free, denominated in Hong Kong dollar, and repayable on demand.

Amounts receivable from margin clients are repayable on demand, bearing interest at prevailing market rates and are secured by clients' pledged securities which are listed on the Stock Exchange with a total market value of approximately HK\$1,297,000 as at 31 December 2011 (2010: HK\$32,497,000). No aged analysis is disclosed as, in the opinion of the directors, the aged analysis does not give additional value in view of the nature of the business of securities margin financing.

The settlement terms of amounts receivable arising from securities broking are one or two trade days after the trade execution date, and those of amounts receivable arising from futures broking are one trade day after the trade execution date. Except for the amounts receivable from margin clients as mentioned above, these balances are aged within 30 days.

於二零一零年十二月三十一日，其他應收賬款之款項包括應收非控股權益約172,000港元。該款項為無抵押、免息、以港元列值及須按要求償還。

應收保證金客戶款項須於要求時償還，按現行市場利率計息，並以客戶於二零一一年十二月三十一日總市值約1,297,000港元(二零一零年：32,497,000港元)之聯交所上市抵押證券作抵押。基於證券保證金融資業務之性質，董事認為賬齡分析並無任何額外價值，故未有披露賬齡分析。

證券經紀業務所產生應收款項於進行交易日期後一或兩個交易日內支付，期貨經紀業務所產生應收款項則於進行交易日期後一個交易日支付。除上述應收保證金客戶款項外，餘款之賬齡為三十日。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

25. TRADE RECEIVABLES (continued)

As at 31 December 2010, trade receivables of HK\$123,192 were impaired due to unexpected difficulty in collecting the outstanding amounts.

Other trade receivables arising from the provision of corporate finance services and wealth management services are due immediately from date of billing but the Group will generally grant a credit period of 30 days on average to its customers. Trade receivables arising from the provision of stock information and research services are with credit term of 30 to 90 days (2010: 30 to 90 days).

The following is an aged analysis of other trade receivables at the reporting period:

25. 應收賬款(續)

於二零一零年十二月三十一日，由於收回款項比預期困難，123,192港元之應收賬款已作出減值。

提供企業融資服務以及財富管理服務產生之其他應收賬款，於發出賬單當日即時到期，惟本集團一般會給予其客戶平均三十日之信貸期。提供股票資訊及研究服務產生之應收賬款之信貸期為三十至九十日(二零一零年：三十至九十日)。

其他應收賬款於報告期間結束時之賬齡分析如下：

		The Group 本集團	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
0-30 days	0 至30日	118,346	289,572
31-90 days	31至90日	—	—
91-180 days	91至180日	—	—
181-365 days	181至365日	—	—
Over 365 days	365日以上	—	123,192
		118,346	412,764

The maximum exposure to credit risk at the end of the reporting period is the carrying amounts of trade receivables. Other than the amounts receivable from margin clients, the Group does not hold any collateral as security in respect of its trade receivables.

於報告期間結束時，最大信貸風險為應收賬款之賬面值。除保證金客戶之應收賬款外，本集團並無就其應收賬款持有任何抵押品作抵押。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

25. TRADE RECEIVABLES (continued)

The carrying amounts of the Group's trade receivables are denominated in the following currencies:

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
Hong Kong dollars	港元	4,485,351	6,088,855
RMB	人民幣	29,203	98,101
		4,514,554	6,186,956

Movements on the provision of impairment of trade receivables are as follows:

25. 應收賬款(續)

本集團應收賬款之賬面值按以下貨幣列值：

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
At beginning of the year	於年初	123,192	—
Receivables written off as uncollectible	作為無法收回款項撇銷之應收款項	(123,192)	—
Provision for impairment of trade receivables	應收款項減值撥備	—	120,049
Exchange differences	匯兌差額	—	3,143
At end of the year	於年終	—	123,192

應收賬款減值撥備之變動情況如下：

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

26. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

Included in other receivables of the Group as at 31 December 2011 were the following amounts due from related companies:

26. 預付款項、按金及其他應收款項

於二零一一年十二月三十一日，本集團之其他應收款項包括下列應收有關連公司款項：

	Highest balance outstanding during the year 年內最高未收回結餘	The Group		The Company	
		本集團		本公司	
		2011	2010	2011	2010
		二零一一年	二零一零年	二零一一年	二零一零年
HK\$	HK\$	HK\$	HK\$	HK\$	
港元	港元	港元	港元	港元	
Amounts due from related parties	應收有關連人士款項：				
深圳市廣信投資有限公司 (transliterated as "Shenzhen Guangxin Investment Company Limited") ("Shenzhen Guangxin") (Note (a))	深圳市廣信投資有限公司 (「深圳廣信」) (附註(a))	7,921,364	5,461,704	6,454,569	—
廣東博眾證券投資諮詢有限公司 (formerly known as 珠海博眾證券投資諮詢有限公司) (transliterated as "Guangdong Brightzone Financial Company Limited") (formerly known "Zhuhai Brightzone Financial Company Limited") ("Guangdong Brightzone") (Note (b))	廣東博眾證券投資諮詢有限公司 (前稱「珠海博眾證券投資諮詢有限公司」) (「廣東博眾」) (附註(b))	182,575	39,354	110,827	—
Directors of subsidiaries	附屬公司董事之款項		6,912,043	6,749,600	—
Director of an associate	聯營公司董事之款項		1,229,830	1,180,000	—
Non-controlling interests	非控股權益之款項		—	1,366,115	—
Deposit for the acquisition of intangible asset paid to a non-controlling interests	就收購無形資產支付非控股權益之按金		—	4,625,600	—
			13,642,931	20,486,711	—
Deposit for acquisition of property, plant and equipment	收購物業、機器及設備之按金		—	7,826,000	—
Other receivables	其他應收款項		14,105,249	13,457,679	—
Other deposits and prepayments	其他按金及預付款項		3,101,224	14,115,797	99,577
			30,849,404	55,886,187	124,428

Notes:

- (a) Shenzhen Guangxin is a limited company established in the PRC and is controlled by Ms. Chen Dongjin, the spouse of Mr. Wang Wenming who is a director and a substantial shareholder of the Company.
- (b) Guangdong Brightzone is a limited company established in the PRC and is controlled by Shenzhen Guangxin which is a related company of the Company.
- (c) The amounts due from the above related parties are unsecured, interest-free, denominated in RMB and repayable on demand.

附註：

- (a) 深圳廣信乃一間於中國成立之有限公司，由本公司董事兼主要股東王文明先生之配偶陳冬瑾女士控制。
- (b) 廣東博眾乃一間成立於中國之有限公司，由本公司關連公司深圳廣信控制。
- (c) 應收上述有關連人士款項為無抵押、免息、以人民幣列值及須按要求償還。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

27. BANK BALANCES AND CASH

27. 銀行結餘及現金

		The Group 本集團		The Company 本公司	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元	2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Cash at bank and in hand	銀行及手頭現金	46,302,258	131,892,718	8,117,805	65,860,262
Maximum exposure to credit risk	信貸風險上限	46,302,258	131,892,718	8,117,805	65,860,262

As at 31 December 2011, the Group had bank balances and cash of approximately HK\$7,981,000 (2010: HK\$11,034,000) which are denominated in RMB. The remittance of these funds out of the PRC is subject to the exchange control restrictions imposed by the PRC government.

The bank balances are deposited with creditworthy banks with no recent history of default.

Bank balances and cash include the following for the purposes of the consolidated statement of cash flows:

於二零一一年十二月三十一日，本集團有以人民幣列值之銀行結餘及現金約7,981,000港元(二零一零年：11,034,000港元)。將該筆款項匯出中國境外受中國政府實施之外匯管制所限。

有關銀行結餘存於信譽良好且無近期拖欠記錄之銀行。

就綜合現金流量表而言，銀行結餘及現金包括以下各項：

		The Group 本集團	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Cash at bank and in hand	銀行及手頭現金	46,302,258	131,892,718
Segregated trust bank balances	獨立信託賬戶結餘	(6,652,228)	(26,931,496)
Cash and cash equivalents	現金及現金等值項目	39,650,030	104,961,222

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

28. TRADE PAYABLES

28. 應付賬款

		The Group 本集團	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Amounts payable arising from securities broking:	證券經紀業務所產生應付款項：		
Margin clients	保證金客戶	761,498	501,539
Cash clients	現金客戶	6,683,082	28,707,947
HKSCC	香港結算	1,561,633	—
Other trade payables	其他應付賬款	80,884	184,555
		9,087,097	29,394,041

Amounts payable to margin clients are repayable on demand and bearing interest at prevailing market rates. No aged analysis is disclosed as, in the opinion of the directors, the aged analysis does not give additional value in view of the nature of the business of securities margin financing.

應付保證金客戶款項須於要求時償還，按現行市場利率計息。基於證券保證金融資業務之性質，董事認為賬齡分析並無任何額外價值，故未有披露賬齡分析。

The settlement terms of amounts payable arising from securities broking are one or two trade days after the trade execution date. Except for the amounts payable to margin clients as mentioned above, these balances are aged within 30 days.

證券經紀業務所產生應付款項須於進行交易日期後一或兩個交易日內支付。除上述應付保證金客戶款項外，餘款須於三十日內清償。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

28. TRADE PAYABLES (continued)

The following is an aged analysis of other trade payables at the end of each reporting period:

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
0–30 days	0至30日	932	46,348
31–90 days	31至90日	—	—
91–180 days	91至180日	—	—
181–365 days	181至365日	—	—
Over 365 days	365日以上	79,952	138,207
		80,884	184,555

The carrying amounts of the Group's trade payables are denominated in Hong Kong dollars.

本集團應付賬款之賬面值以港元列值。

29. OTHER PAYABLES AND ACCRUALS

29. 其他應付款項及應計款項

		The Group 本集團		The Company 本公司	
		2011 二零一一年	2010 二零一零年	2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元	HK\$ 港元	HK\$ 港元
Amounts due to related parties:	應付有關人士款項：				
A director of a subsidiary	附屬公司董事之款項	6,788,662	5,900,000	—	—
A director of the Company	本公司董事之款項	50,000	1,121,248	—	233,244
Non-controlling interests	非控股權益之款項	241,047	1,779,827	—	—
		7,079,709	8,801,075	—	233,244
Other payables and accruals	其他應付款項及應計款項	5,008,529	5,335,922	1,286,387	1,403,058
		12,088,238	14,136,997	1,286,387	1,636,302

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

30. BORROWINGS

30. 借款

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
Current portion of long-term bank borrowings	長期銀行借款 流動部分		
— Secured	— 有抵押	36,252,047	—

Notes:

附註：

(a) The maturity of borrowings is as follows (note (c)):

(a) 借款到期日如下(附註(c))：

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
Within one year	一年內	3,190,991	—
In the second year	第二年	3,287,894	—
In the third to fifth year	第三至五年	10,420,418	—
Over five years	超過五年	19,352,744	—
		36,252,047	—

(b) At 31 December 2011, the bank borrowings of the Group were secured by the charges over the Group's entire land and buildings (Note 17) and investment property (Note 18) and corporate guarantees executed by the Company (Note 39). At 31 December 2011, the Group's entire bank borrowings are denominated in HK\$, bearing floating interest rate of 2.11% to 3.00% (2010: Nil) per annum.

(b) 於二零一一年十二月三十一日，本集團銀行借款由本集團之所有土地及樓宇(附註17)及投資物業(附註18)作為抵押，並由本公司提供公司擔保(附註39)。於二零一一年十二月三十一日，本集團之所有銀行借款均以港元列值，並每年以浮息2.11厘至3.00厘(二零一零年：無)計息。

(c) The amounts due are based on the scheduled repayment dates set out in the loan agreement.

(c) 應付金額乃按貸款協議所載預定還款日期計算。

(d) The carrying amount of the bank borrowings amounting to HK\$36,252,047 is shown under current liabilities since the outstanding amount is not repayable within one year from the end of the reporting period but contain a repayment on demand clause. None of the portion of term loans due for repayment after one year which contain repayment on demand clause and that is classified as a current liability is expected to be settled within one year.

(d) 由於銀行借款中尚未償還之金額並非須於報日期結束日起計一年內償還，因此賬面值為36,252,047港元之銀行借款顯示為流動負債項目。並無預期定期貸款當中於一年後到期償還且包含應要求償還款條以及分類為流動負債之部分會於一年內清償。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

31. DEFERRED INCOME TAX LIABILITIES

The movement on the deferred income tax liabilities account is as follows:

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
Beginning of the year	年初	—	31,456,395
Exchange differences	匯兌差額	—	471,231
Charged/(credited) to the consolidated statement of comprehensive income	扣除/(計入)綜合全面收入報表	4,379,334	(31,927,626)
End of the year	年終	4,379,334	—

The deferred income tax liabilities are attributable to accelerated tax depreciation.

A deferred tax asset has not been recognized in the consolidated financial statements in respect of estimated unused tax losses available for offset against future profits due to the uncertainty of future profit streams. These unrecognized temporary differences have no expiry date.

As at 31 December 2011, the unrecognized deferred tax assets of the Group and the Company are as follows:

31. 遞延所得稅負債

遞延所得稅負債之變動如下：

遞延所得稅負債來自加快稅務折舊。

鑑於未能確定日後溢利來源，故並無於綜合財務報表就可用以抵銷日後溢利之估計未動用稅務虧損確認遞延稅項資產。該等未確認暫時差額並無期限。

於二零一一年十二月三十一日，本集團及本公司之未確認遞延稅項資產如下：

		The Group 本集團		The Company 本公司	
		2011 二零一一年	2010 二零一零年	2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元	HK\$ 港元	HK\$ 港元
Unused tax losses	未動用稅務虧損	25,756,813	27,540,052	15,255,219	17,960,497

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

32. SHARE CAPITAL AND PREMIUM

32. 股本及溢價

			Number of issued shares 已發行 股本數目 (in thousands) (千股)	Ordinary shares 普通股 HK\$ 港元	Share premium 股份溢價 HK\$ 港元	Total 總計 HK\$ 港元
	Note 附註					
As at 1 January 2010		於二零一零年 一月一日	2,954,123	29,541,232	495,488,494	525,029,726
Issue of shares through:		透過以下方式發行 股份：				
Exercise of Option in respect of acquisition of subsidiaries	(iii)	行使收購附屬 公司之購股權	20,000	200,000	2,800,000	3,000,000
Issue of Consideration Shares in respect of acquisition of subsidiaries	(ii)	就收購附屬公司 發行代價股份	200,000	2,000,000	166,000,000	168,000,000
Issue of Bonus Shares in respect of acquisition of subsidiaries	(ii)	就收購附屬 公司發行紅股	7,478	74,783	6,206,960	6,281,743
Issue of new shares for acquisition of intangible assets	(i)	就收購無形資產 發行新股份	9,202	92,020	1,602,980	1,695,000
Issue of new shares by ways of the Open Offer	(iv)	按公開發售之方 式發行新股份	638,161	6,381,607	178,684,992	185,066,599
Transaction costs attributable to issue of new shares		發行新股份之 交易成本	—	—	(2,424,551)	(2,424,551)
Transfer upon exercise of Options in respect of acquisition of subsidiaries		行使收購附屬 公司之購股權 時轉發	—	—	14,460,609	14,460,609
As at 31 December 2010 and 1 January 2011		於二零一零年 十二月三十一日 及二零一一年 一月一日	3,828,964	38,289,642	862,819,484	901,109,126
Issue of shares through:		透過以下方式發行 股份：				
Issue of Consideration Shares in respect of acquisition of subsidiaries	(v)	就收購附屬公司 發行代價股份	200,000	2,000,000	166,000,000	168,000,000
As at 31 December 2011		於二零一一年 十二月三十一日	4,028,964	40,289,642	1,028,819,484	1,069,109,126

The total authorized number of ordinary share is 10,000,000,000 shares (2010: 10,000,000,000 shares) with a par value of HK\$0.01 per share (2010: HK\$0.01 per share). All issued share are fully paid.

法定普通股總數為10,000,000,000股(二零一零年：10,000,000,000股)，每股面值為0.01港元(二零一零年：每股0.01港元)。所有已發行股份股款均已繳足。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

32. SHARE CAPITAL AND PREMIUM (continued)

Notes:

- (i) On 19 January 2010, the Group entered into an agreement to acquire a software from the independent third party at a consideration of RMB3,000,000 (equivalent to HK\$3,628,967), which was satisfied as to RMB1,500,000 in cash and as to RMB1,500,000 by the allotment and issue of 9,201,954 shares of HK\$0.01 each in the capital of the Company at an issue price of approximately HK\$0.1842 each. The 9,201,954 shares were issued on 11 March 2010.
- (ii) On 29 January 2010, 200,000,000 Consideration Shares of HK\$0.01 each and 7,478,265 Bonus Shares of HK\$0.01 each were issued to the vendor as contingent consideration for the acquisition of GoHi Holdings Limited due to the fulfillment of certain conditions as stipulated in the agreements (Note 35 (c)).
- (iii) On 26 February 2010, 20,000,000 shares of HK\$0.01 each were issued at a price of HK\$0.15 per share by exercise of the Option granted to the vendor as contingent consideration for the acquisition of GoHi Holdings Limited due to the fulfillment of certain conditions as stipulated in the agreements (Note 35 (c)).
- (iv) On 15 June 2010, the Company issued 638,160,686 new shares ("Offer Share") at the subscription price of HK\$0.29 per Offer Share on the basis of one Offer Share for every five existing shares in issue on 18 May 2010 (the "Open Offer"). The Open Offer was only available to shareholders whose names appear on the register of members of the Company on 18 May 2010 and was not extended to non-qualified shareholders as defined in the Company's prospectus dated 26 May 2010.
- (v) On 16 May 2011, 200,000,000 Consideration Shares of HK\$0.01 each were issued to the vendor as contingent consideration for the acquisition of GoHi Holdings Limited due to the fulfillment of certain conditions as stipulated in the agreements (Note 35 (c)).

The ordinary shares issued during the year have the same rights as the other shares then in issue.

32. 股本及溢價(續)

附註：

- (i) 於二零一零年一月十九日，本集團訂立協議，以代價人民幣3,000,000元(相等於約3,628,967港元)自該獨立第三方收購軟件。代價中之人民幣1,500,000元以現金支付，餘下之人民幣1,500,000元則透過按發行價每股約0.1842港元配發及發行9,201,954股本公司股本中每股面值0.01港元之股份之方式支付。9,201,954股股份已於二零一零年三月十一日發行。
- (ii) 於二零一零年一月二十九日，由於該等協議所指之若干條件已獲達成，因此向賣方發行200,000,000股每股面值0.01港元之代價股份及7,478,265股每股面值0.01港元之紅股，作為收購GoHi Holdings Limited之或然代價(附註35(c))。
- (iii) 於二零一零年二月二十六日，由於該等協議所指之若干條件已獲達成，因此透過行使授予賣方之購股權，按每股0.15港元之價格發行20,000,000股每股面值0.01港元之股份，作為收購GoHi Holdings Limited之或然代價(附註35(c))。
- (iv) 於二零一零年六月十五日，本公司以認購價每股發售股份0.29港元發行638,160,686股新股(「發售股份」)，根據就每五股於二零一零年五月十八日發行的現有股份的一股發售股份(「公開發售」)。公開發售僅對名字出現在二零一零年五月十八日本公司成員註冊名單中的股東可用，並且不會延至不合資格股東，如二零一零年五月二十六日本公司招股章程所定義。
- (v) 由於須達成該等協議項下所指定之若干條件(附註35(c))，因此200,000,000股每股面值0.01港元之代價股份於二零一一年五月十六日發行予賣方，以作為收購GoHi Holdings Limited之或然代價。

年內已發行普通股與其他當時已發行股份享有同等權益。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

33. SPECIAL RESERVE

The special reserve of the Group represents the difference between the nominal amount of the shares issued by the Company and the aggregate of the nominal amount of the issued share capital and share premium of First China Financial Holdings (BVI) Limited acquired pursuant to the corporate reorganization undertaken in preparation for the listing of the Company's shares on GEM on 11 January 2002.

34. SHARE OPTION SCHEMES

The Company operates a share option scheme (the "Share Option Scheme") under which persons working for the interest of the Group are entitled to an opportunity to obtain equity interest in the Company. The number of shares in respect of which options may be granted under the Share Option Scheme and any other share option schemes is not permitted to exceed 30% of the shares of the Company in issue from time to time, without prior approval from the Company's shareholders. The maximum number of shares issued and to be issued upon exercise of options granted and to be granted pursuant to the Share Option Scheme and any other share options schemes of the Company to any person (including both exercised and outstanding options) in any 12-month period up to the date of grant of options shall not exceed 1% of the shares of the Company in issue, without prior approval from the Company's shareholders.

The Share Option Scheme was adopted pursuant to a resolution passed on 17 December 2001. The purpose of the Share Option Scheme is to provide the people and the parties working for the interest of the Group with an opportunity to obtain equity interest in the Company, thus linking their interest with the interest of the Group and thereby providing them with an incentive to work better for the interest of the Group. Under the Share Option Scheme, the Board of Directors of the Company may grant options to eligible employees, including directors of the Company and its subsidiaries, to subscribe for shares in the Company. Additionally, the Company may, from time to time, grant share options to outside third parties for settlement in respect of goods or services provided to the Group.

HK\$1 is payable on the acceptance of the option per grant. Options may generally be exercised at any time during a period to be notified by the Board to each grantee provided that the period within which the option must be exercised shall not be more than 10 years from the date of grant of the share option.

33. 特別儲備

本集團之特別儲備乃指本公司根據就籌備本公司股份於二零零二年一月十一日在創業板上市所進行企業重組所發行股份之面值與所收購 First China Financial Holdings (BVI) Limited 已發行股本面值及股份溢價總額間之差額。

34. 購股權計劃

本公司設有購股權計劃(「購股權計劃」)，讓為本集團利益工作之人士有機會獲取本公司股權。除非獲得本公司股東事先批准，否則根據購股權計劃及任何其他購股權計劃可予授出之購股權所涉及股份數目，不得超過本公司不時已發行股份30%。除非獲得本公司股東事先批准，否則於授出購股權日期前任何十二個月期間，根據購股權計劃及本公司任何其他購股權計劃已經及將會授予任何人士之購股權(包括已行使及尚未行使購股權)獲行使時已經及將會發行之最高股數，不得超過本公司已發行股份1%。

本公司根據於二零零一年十二月十七日通過之決議案，採納購股權計劃。購股權計劃旨在向為本集團利益工作之人士提供認購本公司股權之機會，從而將彼等之利益與本集團之利益連結，以鼓勵彼等為本集團之利益付出更大努力。根據購股權計劃，本公司董事會可向合資格僱員(包括本公司及其附屬公司董事)授出購股權，以認購本公司股份。此外，本公司可不時向外界第三方授出購股權，以支付該等人士向本集團提供貨物或服務之費用。

接納購股權時須就每次授出之購股權支付1港元。購股權一般可於董事會通知各承授人之期間內任何時間行使，惟購股權之行使期限由授出購股權日期起計不得超過十年。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

34. SHARE OPTION SCHEMES (continued)

The exercise price is determined by the Board, and will not be less than the higher of (i) the closing price of the Company's shares on the date of grant; (ii) the average closing price of the shares for the five business days immediately preceding the date of grant; and (iii) the nominal value of a share.

The Share Option Scheme will remain valid for a period of 10 years commencing on 17 December 2001.

On 5 September 2007, share options to subscribe for an aggregate of 32,400,000 shares of the Company were granted to certain directors and employees of the Company.

On 13 April 2010, share options to subscribe for an aggregate of 84,000,000 shares of the Company were granted to certain directors and employees of the Company. The fair value of 84,000,000 share options granted under the Share Option Scheme on 13 April 2010 was determined by the directors to be HK\$23,382,573 with reference to a valuation performed by an independent firm of professional valuers using a binomial model. The inputs into the model included grant date share price of HK\$0.4, exercise price of HK\$0.419 per share, expected volatility of 103.41%, expected option life of 10 years, no expected dividend and estimated risk-free interest rate of 2.833%.

34. 購股權計劃(續)

行使價由董事會釐定，將不低於下列三者之最高價格：(i) 本公司股份於授出日期之收市價；(ii) 股份於緊接授出日期前五個營業日之平均收市價；及(iii) 股份面值。

購股權計劃由二零零一年十二月十七日起開始生效，為期十年。

於二零零七年九月五日，向本公司若干董事及僱員授出可認購合共 32,400,000 股本公司股份之購股權。

於二零一零年四月十三日，向本公司若干董事及僱員授出可認購合共 84,000,000 股本公司股份之購股權。董事參考由獨立專業估值師按二項期權定價模式進行之估值後認為，於二零一零年四月十三日根據購股權計劃授出之 84,000,000 份購股權之公平值為 23,382,573 港元。定價模式之輸入數據包括授出日期之股價為 0.4 港元、行使價為每股 0.419 港元、預期波幅為 103.41%、預期購股權期限為 10 年、預期股息為零及估計無風險利率為 2.833%。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

34. SHARE OPTION SCHEMES (continued)

The following table discloses the movements of the share options granted under the Share Option Scheme during the year ended 31 December 2011:

34. 購股權計劃(續)

下表披露截至二零一一年十二月三十一日止年度根據購股權計劃所授出購股權之變動：

Name of grantee	Date of grant	Exercise price	Exercisable period	Number of share options			
				購股權數目			
				Outstanding as at 1 January 2011	Exercised during the year	Lapsed during the year	Outstanding as at 31 December 2011
承讓人名稱	授出日期	行使價	行使期間	於二零一一年一月一日尚未行使	年內行使	年內失效	於二零一一年十二月三十一日尚未行使
Mr. Wang Wenming (executive director) 王文明先生(執行董事)	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	11,682,577	—	—	11,682,577
Mr. Lee Yiu Sun (executive director) 李耀新先生(執行董事)	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	31,861,575	—	—	31,861,575
Mr. Lee Yiu Sun (executive director) 李耀新先生(執行董事)	5 September 2007 二零零七年九月五日	HK\$0.215 0.215港元	05/09/2007-04/09/2017 二零零七年九月五日至二零一七年九月四日	4,248,210	—	—	4,248,210
Mr. Liu Runtong (non-executive director) 劉潤桐先生(非執行董事)	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	31,861,575	—	—	31,861,575
Dr. Tsang Hing Lun (independent non-executive director) 曾慶麟博士(獨立非執行董事)	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	3,186,158	—	(3,186,158)	—
Professor Zhang Benzhen (independent non-executive director) 張本正教授(獨立非執行董事)	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	2,124,105	—	—	2,124,105
Sub-total for directors 董事小計				84,964,200	—	(3,186,158)	81,778,042
3 employees 三名僱員	13 April 2010 二零一零年四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至二零二零年四月十二日	8,496,421	—	—	8,496,421
1 employee 一名僱員	5 September 2007 二零零七年九月五日	HK\$0.215 0.215港元	05/09/2007-04/09/2017 二零零七年九月五日至二零一七年九月四日	531,026	—	—	531,026
Sub-total for employees 僱員小計				9,027,447	—	—	9,027,447
Total 總計				93,991,647	—	(3,186,158)	90,805,489
Weight average exercise price 加權平均行使價				0.409	—	0.419	0.408

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

34. SHARE OPTION SCHEMES (continued)

The following table discloses the movements of the share options granted under the Share Option Scheme during the year ended 31 December 2010:

34. 購股權計劃(續)

表披露截至二零一零年十二月三十一日止年度根據購股權計劃所授出購股權之變動：

Name of grantee	Date of grant	Exercise price (After adjustment in respect of the Open Offer (Note 32))	Exercisable period	Number of share options 購股權數目					
				Outstanding as at 1 January 2010 於二零一零年 一月一日 尚未行使	Exercised during the year	Granted during the year	Adjustment in respect of the Open Offer (Note 32) 有關公開發售 之調整 (附註32)	Lapsed during the year	Outstanding as at 31 December 2010 於二零一零年 十二月三十一日 尚未行使
Mr. Wang Wenming (executive director) 王文明先生(執行董事)	13 April 2010 二零一零年 四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至 二零二零年四月十二日	—	—	11,000,000	682,577	—	11,682,577
Mr. Lee Yiu Sun (executive director) 李耀新先生(執行董事)	13 April 2010 二零一零年 四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至 二零二零年四月十二日	—	—	30,000,000	1,861,575	—	31,861,575
Mr. Lee Yiu Sun (executive director) 李耀新先生(執行董事)	5 September 2007 二零零七年 九月五日	HK\$0.215 0.215港元	05/09/2007-04/09/2017 二零零七年九月五日至 二零一七年九月四日	4,000,000	—	—	248,210	—	4,248,210
Mr. Liu Runtong (non-executive director) 劉潤桐先生(非執行董事)	13 April 2010 二零一零年 四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至 二零二零年四月十二日	—	—	30,000,000	1,861,575	—	31,861,575
Dr. Tsang Hing Lun (independent non-executive director) 曾慶麟博士(獨立非執行董事)	13 April 2010 二零一零年 四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至 二零二零年四月十二日	—	—	3,000,000	186,158	—	3,186,158
Professor Zhang Benzhen (independent non-executive director) 張本正教授(獨立非執行董事)	13 April 2010 二零一零年 四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至 二零二零年四月十二日	—	—	2,000,000	124,105	—	2,124,105
Sub-total for directors 董事小計				4,000,000	—	76,000,000	4,964,200	—	84,964,200
3 employees 三名僱員	13 April 2010 二零一零年 四月十三日	HK\$0.419 0.419港元	13/04/2010-12/04/2020 二零一零年四月十三日至 二零二零年四月十二日	—	—	8,000,000	496,421	—	8,496,421
1 employee 一名僱員	5 September 2007 二零零七年 九月五日	HK\$0.215 0.215港元	05/09/2007-04/09/2017 二零零七年九月五日至 二零一七年九月四日	500,000	—	—	31,026	—	531,026
Sub-total for employees 僱員小計				500,000	—	8,000,000	527,447	—	9,027,447
Total 總計				4,500,000	—	84,000,000	5,491,647	—	93,991,647
Weight average exercise price 加權平均行使價				0.215	—	0.419	0.409	—	0.409

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

34. SHARE OPTION SCHEMES (continued)

As at 31 December 2011, the Company had 90,805,489 (2010: 93,991,647) share options outstanding for the share options granted under the Share Option Scheme. The exercise in full of the remaining share options would, under the present capital structure of the Company, result in the issue of 90,805,489 (2010: 93,991,647) additional ordinary shares of the Company and additional share capital of HK\$908,055 (2010: HK\$939,916) and share premium of HK\$36,164,481 (2010: HK\$37,467,620).

35. BUSINESS COMBINATIONS

(a) Acquisition of additional interests in Shenzhen All Win Investment Consultancy Company Limited

On 15 April 2011, the Group acquired an additional 49% interests in a subsidiary 深圳九贏投資諮詢有限公司 (formerly known as “深圳首華數碼科技有限公司”) (transliterated as Shenzhen All Win Investment Consultancy Company Limited) at a cash consideration of RMB1 (equivalent to HK\$1).

(b) Acquisition of Qingdao First China Financial Information Company Limited

Details of net assets acquired and goodwill were as follows:

34. 購股權計劃(續)

於二零一一年十二月三十一日，本公司有 90,805,489 份(二零一零年：93,991,647 份)根據購股權計劃授出之購股權尚未行使。根據本公司現行資本結構計算，倘餘下之購股權獲全面行使，將導致額外發行 90,805,489 股(二零一零年：93,991,647 股)本公司普通股，以及產生額外股本 908,055 港元(二零一零年：939,916 港元)及股份溢價 36,164,481 港元(二零一零年：37,467,620 港元)。

35. 業務合併

(a) 增持深圳九贏投資諮詢有限公司之權益

於二零一一年四月十五日，本集團增持附屬公司深圳九贏投資諮詢有限公司(前稱「深圳首華數碼科技有限公司」)49% 權益，代價為人民幣 1 元(相當於 1 港元)。

(b) 收購青島首華財經信息有限公司

有關所收購淨資產及商譽之詳情如下：

		HK\$ 港元
Total purchase consideration satisfied by cash	所付現金總收購代價	240,720
Fair value of net assets acquired – shown as below	購入淨資產之公平值 – 見下文	(159,348)
Goodwill (Note 19)	商譽(附註19)	81,372

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

35. BUSINESS COMBINATIONS (continued)

(b) Acquisition of Qingdao First China Financial Information Company Limited (continued)

The assets and liabilities as of 3 June 2010 arising from the acquisition were as follows:

		Fair value	Acquiree's carrying amount
		公平值	被收購者之 賬面值
		HK\$	HK\$
		港元	港元
Property, plant and equipment	物業、機器及設備	—	53,106
Other receivables	其他應收款項	29,558	29,558
Bank balances and cash	銀行結餘及現金	282,889	282,889
Net assets	資產淨值	312,447	365,553
Non-controlling interests	非控股權益	(153,099)	
Fair value of net assets acquired	購入資產淨值公平值	159,348	

青島首華財經信息有限公司 (transliterated as Qingdao First China Financial Information Company Limited) did not contribute any revenue but net loss of HK\$178,708 to the Group for the period from 3 June 2010 to 31 December 2010. If the acquisition had occurred on 1 January 2010, total group revenue for the year ended 31 December 2010 would have been HK\$48,989,233 and loss for the year would have been HK\$218,766,026. This pro forma information is for illustrative purposes only and is not necessarily an indication of the revenue and results of the Group that actually would have been achieved had the acquisition occurred on 1 January 2010, nor is it intended to be a projection of future results.

35. 業務合併(續)

(b) 收購青島首華財經信息有限公司(續)

於二零一零年六月三日，由收購產所產生之資產及負債載列如下：

	Fair value	Acquiree's carrying amount
	公平值	被收購者之 賬面值
	HK\$	HK\$
	港元	港元
Property, plant and equipment	—	53,106
Other receivables	29,558	29,558
Bank balances and cash	282,889	282,889
Net assets	312,447	365,553
Non-controlling interests	(153,099)	
Fair value of net assets acquired	159,348	

青島首華財經信息有限公司並無為本集團帶來任何收入，但於二零一零年六月三日至二零一零年十二月三十一日期間，為本集團帶來虧損淨額為178,708港元。倘收購發生於二零一零年一月一日，截至二零一零年十二月三十一日止年度，本集團總營業額為48,989,233港元，而年內虧損則為218,766,026港元。此等備考資料僅供說明用途，不一定顯示倘收購於二零一零年一月一日進行，亦非旨在預測未來業績。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

35. BUSINESS COMBINATIONS (continued)

(c) Acquisition of the GoHi Group

During the year ended 31 December 2007, the Company and its wholly-owned subsidiary, Aceview International Limited entered into a sale and purchase agreement dated 11 July 2007 (as amended by a supplemental agreement dated 30 July 2007) with Fame Treasure Limited (the “Seller”) and Mr. Wang Wenming (the “Warrantor”), in relation to the acquisition of the entire issued share capital of GoHi Holdings Limited. GoHi Holdings Limited and its wholly-owned subsidiary, First China Securities Consultancy (Shenzhen) Co., Ltd (collectively, the “GoHi Group”) are principally engaged in the provision of stock information and research services in the PRC.

Pursuant to the agreements, the consideration for the acquisition is contingent on, inter alia, specified levels of net profits being achieved by the GoHi Group in future periods and was to be satisfied in the following manner:

- (i) Issue of 200,000,000 new shares of HK\$0.01 each in the capital of the Company (the “Consideration Shares”) at each of the next three anniversary dates after completion, subject to the fulfillment of certain conditions as stipulated in the agreements.
- (ii) Grant of an option (the “Option”) to the Warrantor to subscribe for a maximum of 60,000,000 new shares of HK\$0.01 each in the capital of the Company (the “Option Shares”) at an exercise price of HK\$0.15 per Option Share, in which 20,000,000 Option Shares are exercisable at each of the next three anniversary dates after completion, subject to the fulfillment of certain conditions as stipulated in the agreements.

35. 業務合併(續)

(c) 收購GoHi集團

於截至二零零七年十二月三十一日止年度內，本公司及其全資附屬公司銳景國際有限公司與譽寶有限公司(「賣方」)及王文明先生(「擔保人」)就收購GoHi Holdings Limited全部已發行股本訂立日期為二零零七年七月十一日之買賣協議(經日期為二零零七年七月三十日之補充協議修訂)。GoHi Holdings Limited及其全資附屬公司首華證券諮詢(深圳)有限公司(統稱「GoHi集團」)之主要業務為於中國提供股票資訊及研究服務。

根據該等協議，收購代價視乎(其中包括)GoHi集團於未來期間達到某一特定純利水平釐定，並將按以下方式支付：

- (i) 於完成後未來三週年各個屆滿日期發行200,000,000股本公司股本中每股面值0.01港元之新股份(「代價股份」)，惟須待該等協議所訂若干條件獲達成後，方可作實。
- (ii) 向擔保人授出以行使價每股購股權股份0.15港元認購最多60,000,000股本公司股本中每股面值0.01港元之新股份(「購股權股份」)之購股權(「購股權」)，並可於完成後未來三週年各個屆滿日期行使其中20,000,000股購股權股份，惟須待該等協議所訂若干條件獲達成後，方可作實。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

35. BUSINESS COMBINATIONS (continued)

(c) Acquisition of the GoHi Group (continued)

- (iii) Issue of a maximum of 160,000,000 new shares of HK\$0.01 each in the capital of the Company (the "Bonus Shares") at each of the next three anniversary dates after completion, subject to the fulfillment of certain conditions as stipulated in the agreements. The actual number of Bonus Shares to be issued for each period, if any, would be based on the excess of the actual net profits being achieved by the GoHi Group in future periods over the net profit guarantee given by the Seller and the Warrantor and the Company's share prices in future periods.

Completion of the aforesaid acquisition took place on 16 November 2007. The fair value of the Consideration Shares to be issued was based on the published price of the Company's shares as quoted on the Stock Exchange on 16 November 2007. The fair value of the Option had been included in the cost of combination at the time of initially accounting for the combination to the extent the adjustment to the cost of combination was considered probable, and such fair value was estimated by reference to an independent professional valuation which incorporated an option pricing model with annual risk free rate of 2.67%, volatility of 106.67%, dividend yield of 0% and other parameters according to the terms of the agreements. The fair value of the Bonus Shares to be issued had not been included in the cost of the combination at the time of initially accounting for the combination as it could not be measured reliably.

35. 業務合併(續)

(c) 收購GoHi集團(續)

- (iii) 於完成後未來三週年各個屆滿日期發行最多160,000,000股本公司股本中每股面值0.01港元之新股份(「紅股」)，惟須待該等協議所訂若干條件獲達成後，方可作實。各個期間發行之紅股實際數目(如有)根據GoHi集團於未來期間錄得之實際純利超出賣方之純利保證之差額以及擔保人及本公司於未來期間之股價釐定。

上述收購於二零零七年十一月十六日完成。將發行代價股份之公平值，已根據本公司股份於二零零七年十一月十六日聯交所報股價釐定。購股權之公平值已於初始為業務合併入賬時計入合併成本，惟合併成本有可能須作出調整。該等公平值乃參考一份獨立專業估值估計，其中引入股權定價模式，並包括無風險年利率2.67厘、波幅106.67%、股息率0%及其他協議條款指定之參數。由於將發行之紅股之公平值未能可靠計量，故於初始為業務合併入賬時並無將其計入合併成本。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

36. DISPOSAL OF SUBSIDIARIES

- (a) On 1 March 2011, the Group disposed of its entire equity interest in 深圳首華康宏保險經紀有限公司 (transliterated as First China Convoy Insurance Broker Company Limited, Shenzhen) at a cash consideration of HK\$4,811,160.

The assets and liabilities of this disposed subsidiary at the date of disposal were as follow:

36. 出售附屬公司

- (a) 於二零一一年三月一日，本集團以現金代價4,811,160港元出售其於深圳首華康宏保險經紀有限公司之全部股本權益。

該出售附屬公司於出售日期之資產及負債如下：

		Carrying amount
		賬面值
		HK\$
		港元
Property, plant and equipment	物業、機器及設備	94,869
Other receivables	其他應收款項	548,179
Trade receivables	應收賬款	1,469
Bank balances and cash	銀行結餘及現金	493,605
Other payables	其他應付款項	(88,914)
Net assets	資產淨額	1,049,208
Non-controlling interests	非控股權益	(209,842)
		839,366
Gain on disposal of a subsidiary	出售一家附屬公司之收益	3,971,794
Total cash consideration	總現金代價	4,811,160
Net cash inflow arising on disposal:	出售產生之現金流入淨額：	
Total cash consideration	總現金代價	4,811,160
Bank balances and cash disposal	已出售銀行結餘及現金	(493,605)
		4,317,555

The result of this disposed subsidiary had no significant impact on the Group's consolidated revenue or loss for the year ended 31 December 2011.

已出售附屬公司之業績對本集團截至二零一一年十二月三十一日止年度之綜合營業額或虧損並無重大影響。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

36. DISPOSAL OF SUBSIDIARIES (continued)

- (b) On 27 May 2010, the Group disposed of its entire equity interest in First China Futures Limited at a cash consideration of HK\$10,714,466.

The assets and liabilities of this disposed subsidiary at the date of disposal were as follow:

36. 出售附屬公司(續)

- (b) 於二零一零年五月二十七日，本集團以現金代價10,714,466港元出售其於華首期貨有限公司之全部股本權益。

該出售附屬公司於出售日期之資產及負債如下：

		Carrying amount 賬面值 HK\$ 港元
Property, plant and equipment	物業、機器及設備	28,730
Intangible assets	無形資產	1
Statutory deposit and other assets	法定資金及其他資產	1,500,000
Other receivables	其他應收款項	17,164
Trade receivables	應收賬款	19,663,744
Bank balances and cash	銀行結餘及現金	7,365,602
Segregated trust bank balances	獨立信託賬戶結餘	1,268,350
Trade payables	應付賬款	(20,596,126)
Other payables	其他應付款項	(7,000)
Net assets	資產淨額	9,240,465
Gain on disposal of a subsidiary	出售一間附屬公司之收益	1,474,001
Total cash consideration	總現金代價	10,714,466
Net cash inflow arising on disposal:	出售產生之現金流入淨額：	
Total cash consideration	總現金代價	10,714,466
Bank balances and cash disposal, excluding segregated trust bank balances	已出售銀行結餘及現金 (不包括獨立信託賬戶結餘)	(7,365,602)
		3,348,864

The result of this disposed subsidiary had no significant impact on the Group's consolidated revenue or loss for the year ended 31 December 2010.

已出售附屬公司之業績對本集團截至二零一零年十二月三十一日止年度之綜合營業額或虧損並無重大影響。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

36. DISPOSAL OF SUBSIDIARIES (continued)

- (c) On 2 June 2010, the Group disposed of its entire equity interest in 湖南首華財經信息有限公司 (transliterated as Hunan First China Financial Information Company Limited) at a cash consideration of HK\$637,947.

The assets and liabilities of this disposed subsidiary at the date of disposal were as follow:

36. 出售附屬公司(續)

- (c) 於二零一零年六月二日，本集團以現金代價637,947港元出售其於湖南首華財經信息有限公司之全部股本權益。

該出售附屬公司於出售日期之資產及負債如下：

		Carrying amount 賬面值 HK\$ 港元
Property, plant and equipment	物業、機器及設備	19,062
Trade receivables	應收賬款	14,979
Other receivables	其他應收款項	149,840
Bank balances and cash	銀行結餘及現金	1,288
Other payables	其他應付款項	(94,492)
Net assets	資產淨額	90,677
Non-controlling interests	非控股權益	(45,018)
		45,659
Gain on disposal of a subsidiary	出售一間附屬公司之收益	592,288
Total cash consideration	總現金代價	637,947
Net cash inflow arising on disposal:	出售產生之現金流入淨額：	
Total cash consideration	總現金代價	637,947
Bank balances and cash disposal	已出售銀行結餘及現金	(1,288)
		636,659

The result of this disposed subsidiary had no significant impact on the Group's consolidated revenue or loss for the year ended 31 December 2010.

已出售附屬公司之業績對本集團截至二零一零年十二月三十一日止年度之綜合營業額或虧損並無重大影響。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

36. DISPOSAL OF SUBSIDIARIES (continued)

- (d) On 9 March 2010, the Group disposed of its entire equity interest in 北京首華文化傳媒有限公司 at a cash consideration of HK\$11,498,900.

The assets and liabilities of this disposed subsidiary at the date of disposal were as follow:

		Carrying amount 賬面值 HK\$ 港元
Property, plant and equipment	物業、機器及設備	7,973
Other receivables	其他應收款項	143,737
Bank balances and cash	銀行結餘及現金	11,279,581
Other payables	其他應付款項	(28,067)
Net assets	資產淨額	11,403,224
Gain on disposal of a subsidiary	出售一家附屬公司之收益	95,676
Total cash consideration	總現金代價	11,498,900
Net cash inflow arising on disposal:	出售產生之現金流入淨額：	
Total cash consideration	總現金代價	11,498,900
Bank balances and cash disposal	已出售銀行結餘及現金	(11,279,581)
		219,319

The result of this disposed subsidiary had no significant impact on the Group's consolidated revenue or loss for the year ended 31 December 2010.

- (e) On 9 March 2010, the Group disposed of its partial equity interests in 深圳首華康宏保險經紀有限公司 (transliterated as First China Convoy Insurance Broker Company Limited, Shenzhen) at a cash consideration of RMB1,000,000 (equivalent to HK\$1,180,000). Such disposal did not result in the Group's losing control over this subsidiary and was accounted for as equity transactions.

36. 出售附屬公司(續)

- (d) 於二零一零年三月九日，本集團以現金代價11,498,900港元出售其於北京首華文化傳媒有限公司之全部股本權益。

該出售附屬公司於出售日期之資產及負債如下：

		Carrying amount 賬面值 HK\$ 港元
Property, plant and equipment	物業、機器及設備	7,973
Other receivables	其他應收款項	143,737
Bank balances and cash	銀行結餘及現金	11,279,581
Other payables	其他應付款項	(28,067)
Net assets	資產淨額	11,403,224
Gain on disposal of a subsidiary	出售一家附屬公司之收益	95,676
Total cash consideration	總現金代價	11,498,900
Net cash inflow arising on disposal:	出售產生之現金流入淨額：	
Total cash consideration	總現金代價	11,498,900
Bank balances and cash disposal	已出售銀行結餘及現金	(11,279,581)
		219,319

已出售附屬公司之業績對本集團截至二零一零年十二月三十一日止年度之綜合營業額或虧損並無重大影響。

- (e) 於二零一零年三月九日，本集團以現金代價人民幣1,000,000元(相當於1,180,000港元)出售其於深圳首華康宏保險經紀有限公司部分股權。該出售不會導致本集團失去該附屬公司之控制權，並作為權益交易入賬。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

37. WARRANTS RESERVE

On 29 December 2011, the Company entered into a placing agreement to place and issue an aggregate of 800,000,000 warrants on 29 December 2011. The holders of the warrants shall have the right to subscribe for 800,000,000 ordinary shares of the Company at an initial subscription price of HK\$0.124 per share within 3 years from the date of issue.

As at 31 December 2011, the Company had 800,000,000 warrants outstanding. The exercise in full of the warrants would, under the present capital structure of the Company, result in the issue of 800,000,000 additional ordinary shares of the Company and additional share capital of HK\$8,000,000 and share premium of HK\$91,200,000.

38. OPERATING LEASE COMMITMENTS

As at 31 December 2011, the Group had future aggregated minimum lease payments under non-cancellable operating leases in respect of rented premises as follows:

No later than one year	一年內
Later than one year and no later than five years	一年後及五年內

Leases in respect of rented office premises are negotiated for an average period of two (2010: three) years.

37. 認股權證儲備

於二零一一年十二月二十九日，本公司訂立配售協議以於二零一一年十二月二十九日配售及發行合共800,000,000份認股權證。認股權證持有人有權於發行日起三年內以初步認購價每股0.124港元認購本公司800,000,000股股份。

於二零一一年十二月三十一日，本公司有800,000,000份尚未行使認股權證。在本公司目前之股本結構下，認股權證如獲悉數行使，將令本公司須發行800,000,000股額外股份，以致股本及股份溢價分別增加8,000,000港元及91,200,000港元。

38. 經營租約承擔

於二零一一年十二月三十一日，本集團根據不可撤銷經營租約就租用物業應付之未來總最低租賃款項承擔如下：

		The Group 本集團	
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
No later than one year	一年內	2,858,312	2,116,103
Later than one year and no later than five years	一年後及五年內	68,125	—
		2,926,437	2,116,103

租用辦公室物業之租期平均商定為兩年(二零一零年：三年)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

38. OPERATING LEASE COMMITMENTS (continued)

At 31 December 2011, the Group had future minimum rental payments receivable under certain non-cancellable leases as follows:

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
No later than one year	一年內	851,200	—
Later than one year and no later than five years	一年後及五年內	—	—
		851,200	—

The Group leases its investment property (Note 18) under operating lease arrangement which runs for an initial period of two years, without an option to renew the lease terms at the expiry date. The terms of the leases generally also require the tenants to pay security deposits.

The Company did not have significant operating lease commitments at 31 December 2011 (2010: Nil).

38. 經營租約承擔(續)

於二零一一年十二月三十一日，本集團在若干不可註銷租賃下之未來應收租金最低金額如下：

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
No later than one year	一年內	851,200	—
Later than one year and no later than five years	一年後及五年內	—	—
		851,200	—

本集團在經營租賃協定下出租其投資物業(附註18)，租約初期兩年，租約到期時不得續租。租約條款一般亦要求租客支付保證金。

本公司於二零一一年十二月三十一日並無重大經營租約承擔(二零一零年：無)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

39. SIGNIFICANT RELATED PARTY TRANSACTIONS

In addition to the transactions and balances disclosed elsewhere in these consolidated financial statements, the Group had the following significant related party transactions during the year:

39. 重大有關連人士交易

除此綜合財務報表其他章節披露之交易及結餘外，本集團於年內訂立以下重大有關連人士交易：

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
	Note 附註		
Brokerage commission income received from directors	自董事收取經紀佣金收入 (i)	11,816	15,600
Advertising services income received from	向以下各方收取廣告服務收入 (ii)		
— an associate	— 一家聯營公司	—	84,862
— Guangdong Brightzone	— 廣東博眾	1,025,034	—
Consultancy fee income received from Guangdong Brightzone	向廣東博眾收取諮詢費收入 (ii)	2,190,231	—
Consultancy fee paid to a subsidiary of Shenzhen Guangxin Investment Company Limited	向深圳市廣信投資有限公司之一家附屬公司支付諮詢費 (ii)	—	689,934
Office rentals paid to Shenzhen Guangxin Investment Company Limited	支付予深圳市廣信投資有限公司之辦公室租金 (ii)	252,586	885,415
Office rentals paid to closely family member of a director	支付董事一名近親之辦公室租金 (ii)	976,194	—
Sales agency fee paid to Guangdong Brightzone	支付廣東博眾之銷售代理費 (iii)	178,266	—
Sales of software to an associate	向一家聯營公司銷售軟件 (ii)	10,825,110	—

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

39. SIGNIFICANT RELATED PARTY TRANSACTIONS (continued)

39. 重大有關連人士交易(續)

		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元
Key management compensation	主要管理人員之薪酬		
— Salaries and other short-term employee benefits	— 薪金及其他短期僱員福利	3,411,766	25,638,055
— Post-employment benefits	— 僱用後福利	36,000	36,000
		3,447,766	25,674,055

Notes:

- (i) The commission rates were substantially in line with those normally offered by the Group to third party clients. As at 31 December 2011, the outstanding balances with these related parties amounted to HK\$3,442 (2010: amounts receivables of HK\$8,500) in aggregate, which were included in the amounts payables to cash clients and margin clients arising from securities broking (Note 28) (2010: amounts receivables from margin clients arising from securities broking). The amounts due were unsecured, interest-free and repayable within one or two trade days after the trade execution date.
- (ii) The advertising services income, consultancy fee income, consultancy fee expenses, office rentals and sales of software were based on terms agreed between the parties involved.
- (iii) On 26 March 2011, Wealth Alliance (a wholly-owned subsidiary of the Company established in the PRC) entered into an agreement with Guangdong Brightzone pursuant to which Guangdong Brightzone has agreed to provide a platform to Wealth Alliance, and be responsible for, the sales and marketing of the stock investment analysis software and software packages developed and owned by the Group and, in return, Guangdong Brightzone is entitled to receive a sales agency fee from Wealth Alliance subject to and upon the terms contained in the agreement (the "Sales Agency Agreement"). Guangdong Brightzone is owned as to 88.75% by Shenzhen Guangxin and 11.25% by independent third parties.

Shenzhen Guangxin is controlled by Ms. Chen Dongjin. Ms. Chen Dongjin is the spouse of Mr. Wang Wenming who is a director and a substantial shareholder of the Company and is therefore an associate of a connected person of the Company as defined in the Rules Governing the Listing of Securities on GEM (the "GEM Listing Rules"). Accordingly, the transactions between Wealth Alliance and Guangdong Brightzone as contemplated under the Sales Agency Agreement constitute continuing connected transactions for the Company under the GEM Listing Rules.

附註：

- (i) 佣金收費大致上與本集團一般向第三方客戶提供者相符。於二零一一年十二月三十一日，與此等有關連人士有關之未償還結餘合共為3,442港元(二零一零年：應收款項為8,500港元)，計入證券經紀業務產生之應付現金金客戶及保證金客戶款項內(附註28)(二零一零年：證券經紀業務產生之應收保證金客戶款項)。有關款項為無抵押、免息及須於成交日後一或兩個交易日內償還。
- (ii) 廣告服務收入、諮詢費收入、諮詢費支出、辦公室租金及軟件銷售乃根據有關各方商定之條款釐定。
- (iii) 於二零一一年三月二十六日，富盟(本公司在中國成立之全資附屬公司)與廣東博眾訂立協議，據此，廣東博眾同意向富盟提供平台以及負責銷售及推銷本集團開發及擁有之股票投資分析軟件及軟件套裝，而廣東博眾則有權向富盟收取銷售代理佣金作為回報，惟須受協議(「銷售代理協議」)所載條款所規限。廣東博眾分別由深圳廣信及獨立第三方擁有88.75%及11.25%權益。

深圳廣信由陳冬瑾女士控制。陳冬瑾女士為本公司董事兼主要股東王文明先生之配偶，因此，為本公司關連人士之聯繫人(定義見創業板證券上市規則(「創業板上市規則」))。因此，根據創業板上市規則，富盟與廣東博眾擬根據銷售代理協議進行之交易構成本公司之持續關連交易。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

For the year ended 31 December 2011

截至二零一一年十二月三十一日止年度

39. SIGNIFICANT RELATED PARTY TRANSACTIONS

(continued)

The Company has given a corporate guarantee to the extent of HK\$57,130,000 (2010: HK\$23,000,000) to a bank in respect of general banking facility granted to three of its subsidiaries. During the year ended 31 December 2011, such facility was not utilized by the subsidiaries (2010: Nil). In the opinion of the directors, no material liabilities will arise from the above corporate guarantee which arose in the ordinary course of business and fair value of the corporate guarantee granted by the Company is immaterial.

40. CAPITAL COMMITMENTS

Capital expenditure contracted for at the end of the reporting period but not yet incurred is as follows:

39. 重大有關連人士交易(續)

本公司已就授予其中三家附屬公司之一般銀行信貸向銀行作出 57,130,000 港元 (二零一零年：23,000,000 港元) 之公司擔保。於截至二零一一年十二月三十一日止年度，該附屬公司並無動用有關融資 (二零一零年：無)。董事認為，於日常業務中訂立之上述公司擔保不會產生重大負債，且本公司所授出公司擔保之公平值並不重大。

40. 資本承擔

於報告期末，本公司之已訂約但尚未發生之資本承擔載列如下：

		The Group 本集團	
		2011 二零一一年	2010 二零一零年
		HK\$ 港元	HK\$ 港元
Property, plant and equipment	物業、機器及設備	—	70,434,000

FINANCIAL SUMMARY

財務概要

A summary of the results and of the assets and liabilities of the Group for the last five financial years as extracted from the published audited consolidated financial statements is set out below:

摘錄自最近期刊發經審核綜合財務報表之本集團過去五個財政年度業績以及資產與負債概要載列如下：

		Year ended 31 December 截至十二月三十一日止年度				
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元	2009 二零零九年 HK\$ 港元	2008 二零零八年 HK\$ 港元	2007 二零零七年 HK\$ 港元
						(As restated) (重列)
RESULTS	業績					
Revenue	收益	12,686,091	48,989,233	85,320,229	72,155,034	44,050,196
(Loss)/profit before income tax	除所得稅前 (虧損)/溢利	(34,727,222)	(250,567,434)	10,699,895	(619,865,676)	(23,318,083)
Income tax expense/(credit)	所得稅開支/(抵免)	(4,702,505)	31,927,626	(7,654,821)	(6,410,352)	(1,349,477)
(Loss)/profit for the year	年內(虧損)/溢利	(39,429,727)	(218,639,808)	3,045,074	(626,276,028)	(24,667,560)
Attributable to:	應佔：					
Owners of the Company	本公司擁有人	(37,855,857)	(215,332,026)	3,404,795	(626,262,225)	(24,655,055)
Non-controlling interests	非控股權益	(1,573,870)	(3,307,782)	(359,721)	(13,803)	(12,505)
		(39,429,727)	(218,639,808)	3,045,074	(626,276,028)	(24,667,560)
		As at 31 December 截至十二月三十一日止年度				
		2011 二零一一年 HK\$ 港元	2010 二零一零年 HK\$ 港元	2009 二零零九年 HK\$ 港元	2008 二零零八年 HK\$ 港元	2007 二零零七年 HK\$ 港元
						(As restated) (重列)
ASSETS, LIABILITIES AND NON-CONTROLLING INTERESTS	資產、負債及非控股權益					
Total assets	資產總值	195,251,602	215,767,840	336,728,989	173,262,594	673,835,146
Total liabilities	負債總額	(61,807,003)	(43,531,038)	(173,836,780)	(17,491,784)	(47,408,434)
Non-controlling interests	非控股權益	3,557,730	(2,889,706)	(664,922)	(71,693)	(85,496)
		137,002,329	169,347,096	162,227,287	155,699,117	626,341,216



首 華 財 經 網 絡 集 團 有 限 公 司
FIRST CHINA FINANCIAL NETWORK HOLDINGS LIMITED

年 報 ANNUAL REPORT

2011