

On 25 August 2005, pursuant to acquisition agreement entered into with Complete Success and an ordinary resolution passed by the shareholders of the Company, the Company issued 17,000,000 new ordinary shares of HK\$0.10 each and 50,000,000 new warrants of HK\$0.02 each (the "Warrants") to Complete Success. The Warrants entitled the holders to subscribe up to HK\$15,000,000 in aggregate for ordinary shares of HK\$0.10 each of the Company, equivalent to the aggregate subscription price for a total of 50,000,000 shares on the basis of an initial subscription price of HK\$0.30 per share (subject to adjustment) during the three-year period commencing from the date of issue. All shares issued or to be issued pursuant to the exercise of the subscription rights attaching to the Warrants rank pari passu in all respects with the then existing shares of the Company. The net proceeds from the issue of new shares and warrants of approximately HK\$4,400,000 was used as part of the consideration for the acquisition of 40% of the entire issued share capital of CSP (HK) Limited from Complete Success.

Further details in respect of the above acquisition are set out in the circular dated 29 July 2005.

## **PURCHASE, SALE OR REDEMPTION OF SECURITIES**

Neither the Company nor any of its subsidiaries, purchased, redeemed or sold any of the Company's listed securities during the period ended 30 September 2005.

## **SHARE OPTION SCHEME**

In the Company's annual general meeting held on 28 August 2002, an ordinary resolution was passed by the Company's shareholders for adoption of a new share option scheme (which is complied with amended Chapter 17 of the Listing Rules) and termination of the Company's share option scheme adopted on 22 November 1995. No share options have been granted by the Company under both of the above-mentioned share option schemes.