

## AUDIT COMMITTEE

The primary duties of the audit committee are to review the financial reporting process and internal control systems of the Group. The audit committee of the Company (the "Audit Committee") comprises three independent non-executive Directors, namely Mr. HUNG Randy King Kuen (Chairman of the audit committee), Mr. CHEN Xiaohong and Mr. HE Xingui. The interim results for the six months ended 30 June 2006 have been reviewed by the Audit Committee.

## PURCHASE, REDEMPTION OR SALE OF THE COMPANY'S LISTED SECURITIES

The Company's shares were listed on the Main Board on 18 November 2004. Neither the Company, nor any of its subsidiaries has purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 June 2006.

By order of the board of Directors  
**ZZNode Technologies Company Limited**  
**Wang Feixue**  
*Chairman*

The Directors of the Company as at the date of this report are as follows:

*Executive Directors*

WANG Feixue (*Chairman*)  
JIN Jianlin  
HU Rong  
YUAN Juan

*Independent Non-Executive Directors*

HUNG Randy King Kuen  
CHEN Xiaohong  
HE Xingui

*Non-Executive Directors*

ZHANG Suyang

Beijing, the PRC, 11 September 2006