

INDEPENDENT REVIEW REPORT

Moores Rowland Mazars

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TO THE BOARD OF DIRECTORS OF THE QUAYPOINT CORPORATION LIMITED

INTRODUCTION

We have been instructed by the company to review the interim financial report set out on pages 12 to 30.

DIRECTORS' RESPONSIBILITIES

The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with Hong Kong Accounting Standard 34 "Interim financial reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the relevant provisions thereof. The interim financial report is the responsibility of, and has been approved by, the directors.

REVIEW WORK PERFORMED

We conducted our review in accordance with Statement of Auditing Standards 700 "Engagements to review interim financial reports" issued by the HKICPA, except that the scope of our review was limited as explained below.

A review consists principally of making enquiries of group management and applying analytical procedures to the interim financial report and based thereon, assessing whether the accounting policies and presentation have been consistently applied unless otherwise disclosed. A review excludes audit procedures such as tests of controls and verification of assets, liabilities and transactions. It is substantially less in scope than an audit and therefore provides a lower level of assurance than an audit. Accordingly we do not express an audit opinion on the interim financial report.

LIMITATION OF REVIEW SCOPE

The scope of our review was limited in respect of the investment in the shares of a company listed on the Main Board of The Stock Exchange of Hong Kong Limited ("the investee company"), which is carried in the balance sheet at RMB1,908,000, which is based on the latest market price of the shares before the trading of the shares were suspended in the afternoon of 28 December 2006, pending the release of price sensitive information. No further information has since been released by the investee company. Consequently we are unable to determine whether the investment in the listed shares was stated at its fair value as at 31 December 2006.

MODIFIED REVIEW CONCLUSION ARISING FROM LIMITATION OF REVIEW SCOPE

On the basis of our review which does not constitute an audit, with the exception of the possible adjustments that might have been determined to be necessary had the above limitation not existed, we are not aware of any material modifications that should be made to the interim financial report for the six months ended 31 December 2006.

FUNDAMENTAL UNCERTAINTY

In arriving at our review conclusion, we have also considered the adequacy of disclosures made in the interim financial report relating to a pending litigation against the Group for an alleged guarantee given to the bank for a bank loan granted to a third party. The future settlement of this guarantee could result in additional liabilities. Details of the circumstances relating to this fundamental uncertainty are described in note 22 to the interim financial report. We considered that the disclosure is adequate.

Moores Rowland Mazars

Chartered Accountants

Certified Public Accountants

Hong Kong, 28 March 2007