

Summary of Major Events

- February 2006 The Group's dual mode set top boxes, which were included as one of the National Electronic Development Fund's projects in the year 2005, passed the examination conducted and was approved by the Ministry of Information Industry of the PRC.
- July 2006 Pursuant to the share subscription agreement entered into between Motorola-Dragon Investment, Inc. ("Motorola-Dragon") and the Company on 18 May 2004 (the "Subscription Agreement"), the Company issued 117,000,000 new ordinary shares to Motorola-Dragon on 14 July 2006, raising a net fund of HK\$133.4 million.
- August 2006 In the first "Technology Innovative Enterprises and Technology Innovative Elites" (「科技創新企業 技術創新精英」) campaign for the broadcasting and TV industry in China, one of the wholly-owned subsidiaries of the Group was awarded the "Outstanding Contribution Award" (「突出貢獻獎」) among the technology innovative enterprises. Mr Lui Pan, Terry, President of the Company, was granted the "Technology Innovative Elite" (「技術創新精英」) award.
- October 2006 Pursuant to an agreement entered into between Easy Flow Investments Limited (the "Strategic Partner") which is a group member of CITIC Group, and the Company on 13 June 2006 (as amended by a supplemental agreement dated 10 July 2006) (the "Strategic Cooperation Agreement"), on 18 October 2006 the Company issued to the Strategic Partner 237,592,607 new ordinary shares as consideration for the Strategic Partner to transfer or procure its associates to transfer to the Group within a period of three years priority rights to supply in aggregate of no less than 6 million set top boxes and to appoint the Group as the priority technical service and set top box provider.
- November 2006 China Electronics News (《中國電子報》) announced that the Group's brandname "DVN" was elected as the first among the five top brands in the PRC set top box market in 2006.
- December 2006 Pursuant to the Strategic Cooperation Agreement, the Strategic Partner transferred to the Group priority rights to supply in aggregate of no less than 6 million set top boxes on 12 December 2006.
- Pursuant to a share subscription agreement entered into between the Company, the Strategic Partner and CITIC United Asia Investments Limited on 14 December 2006 (the "Easy Flow Subscription Agreement"), the Company issued to the Strategic Partner 118,000,000 new ordinary shares at HK\$2.85 per share at a total consideration of HK\$336.3 million. Such shares were subscribed by the Strategic Partner following the placing of the same amount of shares at the same price in a "top-up placement" fund raising exercise of the Company.

Summary of Major Events

- December 2006
- In the “2007 (the Second) China Consumer Electronics General Meeting” (“2007(第二屆)中國消費電子年會”) held in Beijing, the Group’s brandname “DVN” was awarded the “2007 Most Competitive Brand” (「2007年最具競爭力品牌」) for set top box award.
- The Group became the first set top box company in the PRC to have the Intel Viiv certification for its home media centre.
- January 2007
- In the “China 2007 Consumer Electronics Market General Meeting” (「中國2007年消費電子市場年會」), the Group was elected as the “2006 Most Progressive Enterprise in China IP Set Top Box Market” (「2006年中國IP機頂盒市場最具成長性企業」).
- March 2007
- Pursuant to a share subscription agreement entered into between the Company and Mr Ko Chun Shun, Johnson (“Mr Ko”) on 14 December 2006 as part of the “top-up placement” fund raising exercise of the Company, the Company issued 50,000,000 new ordinary shares at HK\$2.85 per share to Mr Ko at a total consideration of HK\$142.5 million on 5 March 2007.