

USE OF PROCEEDS

The net proceeds to the Group from the Placing (other than those derived from the sale of the 12,500,000 existing Shares by the Vendors and the sale of up to 7,500,000 existing Shares by Noble Class Group Limited pursuant to the Over-allocation Option) at HK\$0.93 per Placing Share (after deduction of underwriting fees and estimated expenses payable by the Company in relation to the Placing) are approximately HK\$28.4 million. The Directors presently intend to apply such net proceeds as follows:

	Period I	Period II	Period III	Period IV	Period V	Period VI	Subtotal by category
	<i>(HK\$million)</i>						
R & D in the technology, new functions and customisation of B2B eBusiness solutions	0.15	0.32	0.49	0.60	0.35	—	1.91
Promotion of CyberM Business Series	0.58	0.80	0.92	1.97	—	—	4.27
R & D in the new functions and customisation of mobile and wireless mobile computing technologies	0.11	0.68	0.92	1.01	—	—	2.72
Promotion of CyberM Mobile Series	—	0.80	0.99	0.66	—	—	2.45
R & D and promotion of a B2B enterprise portal	—	—	0.78	0.87	—	—	1.65
Set up and expand new offices in Hong Kong	—	—	1.00	—	—	—	1.00
Expand into the Greater China Region	—	<u>0.40</u>	<u>4.60</u>	<u>0.75</u>	<u>0.50</u>	<u>1.25</u>	<u>7.50</u>
Total	<u>0.84</u>	<u>3.00</u>	<u>9.70</u>	<u>5.86</u>	<u>0.85</u>	<u>1.25</u>	<u>21.50</u>

The balance of approximately HK\$6.9 million will be used as additional working capital required for the anticipated increase in business volume of the Group.

To the extent that the net proceeds to the Group from the Placing (other than those derived from the sale of the 12,500,000 existing Shares by the Vendors and the sale of up to 7,500,000 existing Shares by Noble Class Group Limited pursuant to the Over-allocation Option) are not immediately applied for the above purposes, it is the present intention of the Directors that such net proceeds will be placed on short-term deposit.

For details of the various plans stated above, including the expected timing thereof, please refer to the section headed “Statement of business objectives”.

In the event that there is any material modification to the use of proceeds as stated above, the Company will issue an announcement of such modification.