

THE MARKET

The global market enjoyed a bull run in the second calendar half of 2006 and Hong Kong was no exception. With strong interest in the People's Republic of China (the "PRC") market, Hong Kong is the centre of attention with a number of mega-cap PRC companies listed here. A lot of foreign investors are interested in the companies listed in Hong Kong due to their exposure to the PRC market, together with the added advantages of high liquidity and an efficient and effective financial infrastructure. The retreat in the price of crude oil and other natural resources provided more fuel for the run. The Hang Seng Index as well as market turnover reached historical highs since 2000. With the listing of the major PRC state owned banks in Hong Kong during the year, New York and London are taking Hong Kong seriously as a major competitor for the capital markets business.

The Hang Seng Index closed at 19,965 for 2006, compared with an end of June figure of 16,268 and 14,876 at the end of 2005. 2006 was a record year for the Hong Kong stock market. Both the amount of funds raised from Initial Public Offerings ("IPO") and market turnover reached record highs. Average monthly turnover on the Main Board during the six months ended 31 December 2006 was over HK\$700 billion. Funds raised from IPO on the Main Board in the second half of 2006 amounted to HK\$226 billion. The focus of the market continued to be the major financial services companies (banks and insurance companies) listed during the last two years. The inclusion of H-shares in the Hang Seng Index also stimulated increased turnover for these PRC companies.

FINANCIAL HIGHLIGHTS

The profit for the six months ended 31 December 2006 (the "Period") was HK\$10 million, as compared to HK\$34 million for the same period last fiscal year. Profit attributable to shareholders for the Period was HK\$13 million, as compared to HK\$26 million for the same period last fiscal year. Net gain on disposal of financial assets and remeasurement to fair value was reduced from HK\$21 million last fiscal year to HK\$17 million this fiscal year. Commission and fee income from the Client Services Group reduced from HK\$39 million to HK\$34 million. This was due to reduction in brokerage turnover and income from our clients after the trading spreads were reduced in July 2006. In addition, income from corporate finance was reduced as the market focused its attention on the mega-cap PRC companies. Interest income and related finance costs increased as a result of the higher interest rates compared with same period last fiscal year. The reduction in general and administrative costs was due to lower staff costs, non-recurring legal costs in relation to the mortgage arrangement for the investment properties last year and reversal of exchange loss as a result of favorable exchange rate movements. Last year, the results benefited from the HK\$46 million gain from the revaluation of the investment properties held in Beijing, with a corresponding deferred tax provision of approximately HK\$13 million. As a result of the macro-economic austerity measures introduced since July 2006, only a small valuation gain was noted when comparing the valuation at disposal with the end of June position and the gain came from the appreciation of RMB. As announced in September 2006, half of the beneficial interest in the property was sold to Marubeni Corporation. The transaction was completed in October and a gain on disposal of subsidiaries of approximately HK\$2 million was recognised.

BROKERAGE

Total revenue of the division was HK\$27.8 million during the period under review. Contribution to the Group was HK\$0.3 million.

The performance of the division was affected by the narrowing of trading spreads in July 2006, though the reduction in income was partly compensated by the higher interest income received from margin financing business. The division is keen to diversify its product portfolio and will offer gold bullion and stock options trading when the necessary testing and regulatory approvals are completed. The industry faces strong competition from banks and the Group will keep improving its service standard to maintain the competitive edge.

Management Discussion and Analysis

BROKERAGE (continued)

In addition to the recognition from FinanceAsia announced earlier in the year, Kingsway was again ranked second in the category of Best Broker in Hong Kong by the Asiamoney Brokers Poll announced in November 2006.

INVESTMENT BANKING

The division contributed HK\$15.4 million in revenue and HK\$9.5 million in divisional profit to the Group.

Despite the lack of IPO launched during the period, the division was able to execute a number of secondary placements for our clients and increased its fee income. However, the focus of the market is now on mega-cap stocks and the relatively calm market for mid-cap players led to lower corporate finance income for the Period. The division is working on a number of projects including the preparation of an IPO in its final stages. When completed, income from corporate finance will be boosted in 2007.

WEALTH MANAGEMENT

The Group announced in January 2007 the sale of its unit trusts and MPF business to The Taifook Securities Group. The related results are separately disclosed as discontinued operations in accordance with generally accepted accounting principles.

The relatively small scale of our public fund management operations made it difficult to compete with other large mutual funds companies or MPF service providers in the market. The division has achieved a lot in producing good returns for investors and providing excellent services to our clients. After evaluating the costs and benefits of continuing to run the business and the need to allocate management resources to activities so that the Group can maintain a competitive edge, the Group made a strategic decision to sell the public funds business.

The Group is still interested in developing asset management business for private clients, as this will complement other services offered. The Group will continue to look into any opportunity available in this area.

PRIVATE EQUITY

The division contributed HK\$3.8 million in revenue and recorded a small loss of HK\$0.1 million.

Sinochem Kingsway Capital Inc., a private equity fund co-sponsored with Sinochem Group is looking for suitable investment opportunities. Kingsway SBF Investment, another private equity fund co-sponsored with Softbank AM Corporation, is now fully invested. Further fund raising will be arranged if there are new investment opportunities.

Following the announcement of the new measures to slow down foreign investments in properties in the PRC since July 2006, the Group has evaluated the latest market dynamics and decided to focus in the development of the investment properties in Beijing jointly owned with Marubeni Corporation. The Real Estate Services Department may expand again in the future if there are suitable opportunities.

INVESTMENT IN SECURITIES AND MERCHANT BANKING

These divisions contributed HK\$10.7 million to the Group's earnings for the Period.

Improvement in market values was noted on a number of investments held by the Group. Contrary to last year, only a small valuation gain was noted from the investment properties now held through the jointly controlled entities. The market calmed down when the PRC government announced a number of new measures to slow down foreign investments in properties during the year. The investment properties are in the final phase of renovation, it is expected that the value will be enhanced after the completion of renovation and a steady flow of rental income is received.

OUTLOOK

The market is going to be volatile but full of opportunity in 2007. The reforms in the financial industries and the full impact of market liberation under the WTO commitment will bring exciting changes to the PRC market, which is central to the Group's business development. Globally, analysts are predicting that the rising cycle of interest rate in the United States is coming to an end and this will bring relief to the capital market. Liquidity continues to be high and is driving a lot of stock markets to historical high levels. Investors are now more cautious due to the higher valuation but they are also encouraged by the fast economic growth in the emerging markets, especially the PRC and India.

The Group will see the results of a number of strategic positionings in 2007. The cost saving from the rationalisation of the group structure will help the Group to stay competitive. Revenues will flow from the investment properties in Beijing. More resources will be channelled to the Brokerage and Investment Banking divisions, which provides a stable platform of revenue to support development in other areas with great potential.

As regards community activities, the Group received the Caring Company Award from the Hong Kong Council of Social Services in January 2007 in recognition of our commitment to corporate citizenship. The Group always emphasizes the importance of its social responsibility. With the support of the staff, the Group will continue to contribute to the society and support those people in need.

The Group has gone through a number of changes in 2006. Management believes that the Group is now well positioned to tackle the challenges ahead and with the full support of our staff and other stakeholders, we foresee promising growth in 2007.

CHANGES IN BOARD COMPOSITION

In October 2006, the Company sadly announced that Dr Raymond Wu, an Independent Non-Executive Director, passed away.

In November 2006, the company announced the resignation of Ms Rebecca Lau as the Deputy Chief Executive Officer. Ms Lau was re-designated from an Executive Director to a Non-Executive Director from December 2006.

In January 2007, the Company announced that Mr Michael Wu, a Non-Executive Director, was re-designated as an Independent Non-Executive Director. The Company also announced and welcomed Dr Lee G. Lam to the Board as a Non-Executive Director with effect from February 2007.

Management Discussion and Analysis

LIQUIDITY AND FINANCIAL RESOURCES

Total assets as at the end of December 2006 were HK\$774 million, of which approximately 77.2% was current in nature. Net current assets were HK\$508 million and accounted for approximately 75.1% of the net assets of the Group as at the end of December 2006.

The Group generally finances its operations from internal resources. The Group has drawn approximately HK\$6.3 million of bank credit facility at end of December 2006. The funding was mainly used for financing the self occupied properties of the Group and was secured by the Company's office premises at Beijing and Shenzhen. They were mainly denominated in Hong Kong dollar or United States dollar to match the funding requirements of our business operations. At the period end, the Group's gearing ratio, calculated as a percentage of bank borrowings over shareholders' fund, was approximately 1.0%.

Properties, securities held for trading and bank deposits with a carrying value of HK\$14.4 million, market value of HK\$31.9 million and carrying value of HK\$0.2 million respectively were pledged as security against bank overdrafts and credit facilities granted to the Group.

FOREIGN EXCHANGE EXPOSURE

The Group's assets are mainly in Hong Kong and the PRC and most of the monetary assets and liabilities of the Group are denominated in Hong Kong dollar. Financial assets, including equity and debt investments, denominated in foreign currencies are monitored on a daily basis together with the changes in market value of these investments as part of our investment monitoring process. Hedging instruments may be used as part of the overall investment strategy if deemed necessary by the investment managers. The Group has purchased properties in the PRC for its own use and holds properties in the PRC through jointly controlled entities for investment purposes. These assets are financed by internal resources and loans denominated in either Hong Kong dollar or US dollar. In view of the gradual and steady appreciation in the exchange rate of RMB against Hong Kong and US dollars, the Group considers that there is no need to hedge these assets denominated in RMB. Management will monitor the situation closely and will introduce suitable hedging measures if there are any adverse changes. The Group does not have other material exposure to fluctuation in exchange rates and no hedging instruments are used.

RISK DISCLOSURE

The Group's business, financial conditions and results of operations may be affected by risks and uncertainties pertaining to the Group's business. The factors set out below are those that the Company believes could result in the Group's financial condition or results of operations differing materially from expected or historical results. There may be other risks in addition to those mentioned below and are unknown to the Group or which may not be material now but could turn out to be material in the future.

Operational Risk and Interest Rate Risk

The Group's results are affected by trends in the industry that it operates, particularly, investment, brokerages and wealth management. Income from these operations is dependent upon the interest rate, conditions of global investment market and money market and therefore there can be no assurance that changes in these conditions will not adversely affect the Group's financial conditions and results of operations.

Market Risk

The Group operates in highly competitive and rapid changeable markets. New market entrants, the intensification of price competition by existing competitors, product innovation or technical advancement could adversely affect the Group's financial conditions and result of operations.

Credit Risk

Credit risk arises from a number of areas. These include the possibility that a counter-party in a transaction may default during the settlement process. It also arises from lending, settlement, treasury, market making, proprietary trading, and other activities undertaken by the Group.

The Group's Finance and Credit Committees are responsible for establishing credit approval and monitoring procedures, which are in accordance with sound business practices, the requirements and provisions of the relevant ordinances, and where applicable, the codes or guidelines issued by the Securities and Futures Commission ("SFC").

Day-to-day credit management is performed by the Operations Department with reference to the aforementioned criteria including creditworthiness, collateral pledged, and risk concentration of the counter-parties. The Finance Committee and Credit Committee are responsible for review of guidelines on credit limits on a regular basis and approval of specific loans or advances if the amount exceeds our pre-set guideline.

Foreign Exchange Risk

Foreign exchange risk is the risk to the Group's financial conditions and results of operations arising from movements of foreign exchange rates. The Group's foreign exchange risk primarily arises from currency exposures originating from its proprietary investments. Foreign exchange rates fluctuate in reaction to the macro-economic performances of different countries and fund flows between countries arising from trade or capital movements.

Impact of New Legislation

The introduction of new legislation and rules by the Stock Exchange, SFC and other regulative body in Hong Kong and overseas may induce change in market conditions that will finally adversely affect market conditions and operation result of the Company.

RISK MANAGEMENT POLICIES AND PROCEDURES

The Group has established policies and procedures for risk management which are reviewed regularly by the management, to ensure the proper monitoring and control of all major risks arising from the Group's activities at all times. The Group's Legal and Compliance Department together with Finance Department and other control committees also performs regular reviews to supplement the various internal control measures adopted by the management and various divisions within the Group, to ensure compliance with policies and procedures.

EMPLOYEES

As at 31 December 2006, the number of full time employees of the Group was 140 (30 June 2006: 153). There have been no significant changes in the employment, training or development policies of the Group since the publication of the annual report for the year ended 30 June 2006.

Management Discussion and Analysis

INTERIM DIVIDEND

The Board of Directors has declared an interim dividend of 0.33 HK cent (2005: 0.33 HK cent) per ordinary share for the six months ended 31 December 2006. The dividend will be payable on Thursday, 22 March 2007 to shareholders whose names appear on the Register of Members at the close of business on Wednesday, 7 March 2007.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Monday, 5 March 2007 to Wednesday, 7 March 2007, both days inclusive, during which period no transfers of shares will be effected. To determine entitlement to the interim dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company's Branch Share Registrars, Computershare Hong Kong Investor Services Limited (at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong), for registration not later than 4:00 p.m. on Friday, 2 March 2007.

SHARE OPTIONS

As at 31 December 2006, the directors and employees of the Group had the following interests under the share option scheme (the "Scheme") approved by the shareholders of the Company on 23 August 2000:

Date of share options granted	Range of exercise periods	Exercise price per share HK\$	At 1 July 2006	Lapsed during the period	At 31 December 2006
Directors: (Note (1))					
20 December 2002	2 October 2003 to 1 April 2007	0.3833	3,000,000	–	3,000,000
4 April 2003	5 October 2003 to 4 April 2007	0.363	24,000,000	(24,000,000)	–
11 March 2004	24 September 2004 to 23 March 2008	0.43	7,000,000	–	7,000,000
Employees:					
11 March 2004	24 September 2004 to 7 April 2008	0.43	4,000,000	(2,000,000)	2,000,000
Total			38,000,000	(26,000,000)	12,000,000

There were no options granted, exercised or cancelled in accordance with the terms of the Scheme during the period. The exercise period for share options granted on a particular date varies for each individual. The range of exercise periods disclosed above indicates the timeframe during which the exercise periods for share options granted on a particular date can fall.

Note:

- (1) For more details of options granted to individual directors, please refer to the section "Directors' and chief executives' interests and short positions in the shares, underlying shares and debentures of the Company or any associated corporation" on page 27.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION

As at 31 December 2006, the interests and/or short positions of each director and chief executive in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV the Hong Kong Securities and Futures Ordinance ("SFO")), as recorded in the register maintained under Section 352 of the SFO or as notified to the Company were as follows:

(i) Interest in long positions of ordinary shares of the Company

Name of director	Type of interest	* Number of ordinary shares in the Company	* % of total issued shares
Dr Jonathan Koon Shum Choi **	Corporate	2,411,661,327	74.25%
Ms Mary Yuk Sin Lam **	Corporate	2,411,661,327	74.25%
Ms Mary Yuk Sin Lam	Personal	7,500,000	0.23%
Ms Rebecca Yuk Fung Lau	Personal	4,200,000	0.13%
Mr Michael Wai Chung Wu	Personal	2,514,000	0.08%
Mr Stanley Kam Chuen Ko	Corporate	1,200,000	0.04%

* Excludes interest in options to acquire ordinary shares of the Company which is disclosed in section (iv) below.

** Dr Jonathan Koon Shum Choi and Ms Mary Yuk Sin Lam are deemed to be interested in 2,411,661,327 ordinary shares by virtue of the SFO. Such interest in shares is also set out under the section "Substantial shareholders' interests and short positions in the shares and underlying shares of the Company" shown on page 30.

(ii) Interest in long positions of common shares of Kingsway International Holdings Limited ("Kingsway International"), the ultimate holding company of the Company

Name of director	Personal interest	Corporate interest	Other interest	* Total number of common shares	* % of total issued shares
Dr Jonathan Koon Shum Choi **	10,101,596	26,828,055 (Note 1)	–	36,929,651	46.1%
Ms Mary Yuk Sin Lam **	9,790,507	–	22,641,810 (Notes 2 & 3)	32,432,317	40.5%
Mr Michael Koon Ming Choi	106,937	–	–	106,937	0.1%
Mr Stanley Kam Chuen Ko	20,400	–	–	20,400	<0.1%
Ms Rebecca Yuk Fung Lau	100	–	–	100	<0.1%

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION (continued)

(ii) Interest in long positions of common shares of Kingsway International Holdings Limited ("Kingsway International"), the ultimate holding company of the Company (continued)

* Excludes interest in options to acquire common shares of Kingsway International which is disclosed in section (v) below.

** By virtue of their interest in Kingsway International, Dr Jonathan Koon Shum Choi and Ms Mary Yuk Sin Lam are deemed to be interested in the shares of the subsidiaries (including the Company as disclosed in section (i) above) of Kingsway International under the SFO.

Notes:

(1) Of these, 12,750,000 shares are held by Sun Wah Capital Limited. Dr Jonathan Koon Shum Choi is deemed to be interested in these shares as he is entitled to exercise or control the exercise of one third or more of the voting power at general meetings of Sun Wah Capital Limited.

The remaining 14,078,055 shares are held by Scarlet Red Limited. Dr Jonathan Koon Shum Choi is deemed to be interested in these shares as he is entitled to exercise or control the exercise of one third or more of the voting power at general meetings of Scarlet Red Limited.

(2) Of these, 9,726,750 shares are held by the estate of Mr William Ka Chung Lam who was the spouse of Ms Mary Yuk Sin Lam.

(3) Of these, 10,515,060 shares are held by Dynasty International Holdings Limited which is a wholly owned subsidiary of Global Fame Limited. Global Fame Limited is wholly owned by The WKC Lam Family Trust which is a discretionary trust with Ms Mary Yuk Sin Lam's two children as the beneficiaries. Ms Lam is a trustee of The WKC Lam Family Trust.

Of these, 2,400,000 shares are held by Abundant World Limited. Abundant World Limited is wholly owned by The Mary Lam Family Trust which is a discretionary trust with Ms Mary Yuk Sin Lam and her two children as the beneficiaries.

(iii) Interest in long positions of ordinary shares of HK Weaver Group Limited, a fellow subsidiary of the Company

Name of director	Type of interest	Number of ordinary shares	% of total issued shares
Ms Mary Yuk Sin Lam	Personal	28,518	2.2%
Ms Mary Yuk Sin Lam	Other	59,620	4.6%
Mr Michael Wai Chung Wu	Personal	39,474	3.0%
Ms Rebecca Yuk Fung Lau	Personal	5,000	0.4%

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION (continued)

(iv) Interest in options to acquire ordinary shares of the Company

Details of the directors' interests in options under the Scheme are as follows:

Name of Director	Exercise period	Exercise price per share HK\$	At 1 July 2006	Lapsed during the period	At 31 December 2006
Mr William Wai Leung Wu	2 October 2003 to 1 April 2007	0.3833	3,000,000	–	3,000,000
	24 September 2004 to 23 March 2008	0.43	7,000,000	–	7,000,000
Ms Rebecca Yuk Fung Lau	5 October 2003 to 4 April 2007	0.363	24,000,000	(24,000,000)	–

(v) Interest in options to acquire common shares of Kingsway International

Pursuant to a share option plan operated by Kingsway International, certain directors had been granted options to subscribe for the shares of Kingsway International. There were no options outstanding as at 31 December 2006 and no options were granted to the directors during the period.

Save as disclosed above, none of the directors and chief executive of the Company or any of their spouses or children under 18 years of age has interests or short positions in the shares, underlying shares or debentures of the Company and associated corporations as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company pursuant to the Model Code for Securities Transactions by Directors of Listed Companies.

Save as disclosed above, as at 31 December 2006, none of the directors and chief executive had any interests or short positions in the shares of the Company and its associated corporations as defined in the SFO, and none of the directors and chief executive or their spouses or children under 18 years of age had been granted any rights to subscribe for the shares of the Company, or had exercised any such rights during the period.

Save as disclosed above, at no time during the period was the Company or any of its holding companies, subsidiaries and fellow subsidiaries a party to any arrangements to enable the directors or chief executive of the Company to hold any interests or short positions in the shares or underlying shares in, or debentures of, the Company or any other body corporate.

Management Discussion and Analysis

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 31 December 2006, the register of substantial shareholders maintained under Section 336 of the SFO shows that the Company had been notified of the following substantial shareholders' interests, being 5% or more of the Company's issued share capital. These interests represent long positions in the shares of the Company.

Name of shareholders	Country of incorporation	Number of ordinary shares in the Company		Note	% of total issued shares
		Direct interest	Deemed interest		
World Developments Limited	British Virgin Islands	2,411,661,327	–	(a)	74.25%
Innovation Assets Limited	British Virgin Islands	–	2,411,661,327	(a)	74.25%
Kingsway International Holdings Limited	Bermuda	–	2,411,661,327	(a)	74.25%

Note:

- (a) These shares represent the same interest and are therefore duplicated amongst World Developments Limited, Innovation Assets Limited and Kingsway International. World Developments Limited is a wholly owned subsidiary of Innovation Assets Limited whose entire issued share capital is beneficially owned by Kingsway International. Dr Jonathan Koon Shum Choi beneficially owns or has control of approximately 46.1% of the issued share capital of Kingsway International and therefore is deemed (by virtue of the SFO) to be interested in these 2,411,661,327 shares. Ms Mary Yuk Sin Lam, beneficially own or have control of approximately 40.5% on a combined basis of the issued share capital of Kingsway International and therefore are deemed (by virtue of the SFO) to be interested in these 2,411,661,327 shares.

Save as disclosed above, the register of substantial shareholders maintained under Section 336 of the SFO shows that the Company had not been notified by any substantial shareholders' interests and short positions, being 5% or more of the Company's issued share capital.

PURCHASE, SALE OR REDEMPTION OF SHARES

During the six months ended 31 December 2006, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares.

THE CODE ON CORPORATE GOVERNANCE PRACTICES

The Company has applied the principles and has complied with the code provisions of the Code on Corporate Governance Practices (“CG Code”) as set out in Appendix 14 of the Rules Governing the Listing of Securities (the “Listing Rules”) on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) for the six months ended 31 December 2006 save for the deviation from CG Code B1.1 which provides that a majority of the members of the remuneration committee should be Independent Non-Executive Directors. During the period from 3 October 2006 to 1 January 2007, the Company’s compensation committee was not comprised of a majority of Independent Non-Executive Directors.

Additionally, during the period from 3 October 2006 to 1 January 2007, the number of Independent Non-Executive Directors and the audit committee members of the Company fell below the minimum number of three as required under rules 3.10(1) and 3.21 of the Listing Rules, respectively.

With effect from 2 January 2007, the Company appointed Mr Michael Wai Chung Wu as a member of the audit committee and a member of the compensation committee and re-designated him as an Independent Non-Executive Director. Consequently, as of 2 January 2007, the Company has been in compliance with the above code provision and the Listing Rules, respectively.

SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listing Issuers (the “Model Code”) as set out in Appendix 10 of the Listing Rules. The Company has made specific enquiry of all directors regarding any non-compliance with the Model Code during the six months period under review and they have all confirmed that they have complied with the required standard set out in the Model Code.

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed internal control and financial reporting matters including the review of the interim report and the unaudited condensed financial statements for the six months ended 31 December 2006. Terms of reference of the Audit Committee are available on request to shareholders of the Company.

On behalf of the Board

William, Wai Leung Wu

Chief Executive Officer

Hong Kong, 12 February 2007