

SHARE CAPITAL

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As at the Latest Practicable Date, the authorised share capital and the issued share capital of the Company were as follows:

<i>Authorised:</i>		<i>HK\$</i>
<u>500,000,000</u> Shares		<u>100,000,000</u>
<i>Issued and fully paid as at the Latest Practicable Date:</i>		
<u>275,442,000</u> Shares		<u>55,088,400</u>

The minimum level of public float to be maintained by the Company at all times after the listing of the Shares on the Main Board, as required by the Listing Rules, is 25% of its share capital in issue from time to time.

Ranking

As at the Latest Practicable Date, all the existing Shares rank equally in all respects with all Shares now in issue or to be issued, and will qualify for all dividends or other distributions declared, made or paid after the date of this document.

GENERAL MANDATES TO ISSUE NEW SHARES AND REPURCHASE SHARES

At the Company's annual general meeting held on 13th April, 2007, the Directors were granted general unconditional mandates to:

- (i) allot, issue and deal with Shares with an aggregate nominal value not exceeding 20% of the total nominal amount of the share capital of the Company in issue as at the date of passing of the relevant resolution on 13th April, 2007 pursuant to the GEM Listing Rules or the Listing Rules;
- (ii) repurchase on GEM or on the Main Board such number of Shares with an aggregate nominal amount not exceeding 10% of the nominal amount of the share capital of the Company in issue as at the date of passing of the relevant resolution on 13th April, 2007 subject to and in accordance with all applicable laws and/or the requirement of the GEM Listing Rules or the Listing Rules; and

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- (iii) extend the general mandate granted to the Directors to allot, issue and deal with additional Shares as mentioned in paragraph (i) above by the amount representing the aggregate nominal amount of the share capital of the Company repurchased by the Company under the general mandate granted to the Directors as mentioned in paragraph (ii) above provided that such extended amount shall not exceed 10% of the total nominal value of the share capital of the Company in issue as at the date of passing of the relevant resolution on 13th April, 2007.

The above general mandates do not apply to situations where the Directors allot, issue or deal with Shares under (i) a rights issue; (ii) the exercise of the subscription rights attaching to any warrants which may be issued by the Company from time to time; (iii) the exercise of any option under any GEM share option scheme of the Company or similar arrangement for the time being adopted for the grant or issue to officers, employees and/or directors of the Company and/or its subsidiaries of Shares or rights to acquire Shares; (iv) any scrip dividend scheme or similar arrangement; or (v) a specific authority granted by the Shareholders in general meeting.

These general mandates will expire:

- (i) at the conclusion of the Company's next annual general meeting;
- (ii) at the expiration of the period within which the next annual general meeting of the Company is required by the bye-laws of the Company or any applicable laws to be held; or
- (iii) when revoked, varied or renewed by an ordinary resolution of the Shareholders in general meeting,

whichever is the earliest.