SUNLINK INTERNATIONAL HOLDINGS LIMITED

(Provisional Liquidators Appointed)

科浪國際控股有限公司*

（已委任臨時清盤人）

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2336)

FINAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2008

The joint and several provisional liquidators (collectively, the "Provisional Liquidators") of Sunlink International Holdings Limited (Provisional Liquidators Appointed) (the "Company") announce the audited annual results of the Company and its subsidiaries (collectively, the "Group") for the year ended 31 December 2008 based on the books and records made available to them together with the last year's comparative figures.

The Provisional Liquidators were appointed pursuant to an order by the High Court of Hong Kong Court of First Instance ("High Court") on 24 December 2008, and consequently, the Provisional Liquidators do not have the same detailed knowledge of the financial affairs of the Group as the ex-directors of the Company would have, in particular transactions entered into by the Group prior to their appointment.

The board of directors (the "Board") has authorised the Provisional Liquidators to sign, approve, publish and do all such acts in connection with this announcement. The Provisional Liquidators are responsible for the accuracy and completeness of the contents of this announcement in relation to (i) the affairs of the Group after the appointment of the Provisional Liquidators; and (ii) the preparation of the contents of this announcement on the basis of the books and records made available to the Provisional Liquidators and, where applicable, having made all reasonable enquiries by them. Therefore, the Provisional Liquidators make no representation as to the completeness of the information contained in this announcement.

The basis of preparation of these audited consolidated financial statements of the Group for the year ended 31 December 2008 have been set out in note 2 to the consolidated financial statements.

CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2008

	Notes	**2008** **HK$'000** (Audited)	2007 HK$'000 (Audited)
Turnover	5 & 6	**857,810**	1,314,867
Cost of sales		**(708,599)**	(1,117,186)
Gross profit		**149,211**	197,681
Other income	7	**536**	2,980
Selling expenses		**(7,729)**	(17,727)
Administrative expenses		**(22,648)**	(49,603)
Loss on deconsolidation of the subsidiaries and impairment on investment costs and amounts due from deconsolidated subsidiaries	8	**(425,876)**	–
Other losses	9	**(206,495)**	–
(Loss)/profit from operations		**(513,001)**	133,331
Finance cost	10	**(3,818)**	(8,491)
Share of results of an associate		**–**	(5)
(Loss)/profit before tax		**(516,819)**	124,835
Income tax expense	11	**(18,032)**	(24,205)
(Loss)/profit for the year	12	**(534,851)**	100,630
Attributable to:			
Equity holders of the Company		**(534,898)**	100,510
Minority interests		**47**	120
		(534,851)	100,630
(Loss)/earnings per share	13		
Basic (HK cents per share)		**(28.68)**	5.81
Diluted (HK cents per share)		**(28.68)**	5.78

CONSOLIDATED BALANCE SHEET

As at 31 DECEMBER 2008

	Notes	**2008** **HK$'000** *(Audited)*	2007 *HK$'000* *(Audited)*
Non-current assets			
Property, plant and equipment		–	9,854
Club debenture		–	636
Investment in an associate		–	–
Deposits		–	4,653
		–	15,143
Current assets			
Investment held for trading		–	55
Inventories		–	62,750
Prepayments, deposits and other receivables		–	30,976
Trade receivables	*14*	–	356,938
Due from an associate		–	1,526
Tax recoverable		–	259
Pledged bank deposits		–	2,000
Bank and cash balances		**724**	98,828
		724	553,332
Current liabilities			
Bank borrowings		–	187,164
Trade and bills payables	*15*	–	33,446
Accruals and other payables		**3,567**	21,048
Due to deconsolidated subsidiaries		**26,617**	–
Current tax liabilities		**1,588**	20,821
Financial guarantee liabilities		**203,010**	–
		234,782	262,479
Net current (liabilities)/assets		**(234,058)**	290,853
Total assets less current (liabilities)/assets		**(234,058)**	305,996
Non-current liabilities			
Deferred taxation		–	179
		–	179
NET (LIABILITIES)/ASSETS		**(234,058)**	305,817
Capital and reserves			
Share capital	*16*	**186,478**	186,468
Reserves		**(420,536)**	118,246
Equity attributable to equity holders of the Company		**(234,058)**	304,714
Minority interests		–	1,103
TOTAL EQUITY		**(234,058)**	305,817

1. General information

Sunlink International Holdings Limited (Provisional Liquidators Appointed) (the "Company") was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of the Cayman Islands. The address of its registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands, British West Indies. The principal office is 62/F., One Island East, 18 Westlands Road, Island East, Hong Kong. The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and have been suspended for trading since 2 December 2008.

The consolidated financial statements are presented in Hong Kong dollars, which is the same as the functional currency of the Company.

The Company is an investment holding company, and through its subsidiaries, it was principally engaged in three businesses, namely (i) semiconductors and related business; (ii) auto devices and parts business; and (iii) wireless device and solutions business.

2. Basis of preparation

Winding-up petition and appointment of the provisional liquidators

On 1 December 2008, Gold Star International Holdings Limited (the "Petitioner"), presented a winding up petition against the Company in respect of a claim of approximately HK$8.6 million (the "Petition"). The Petitioner also filed an application for the appointment of provisional liquidators of the Company to the High Court of Hong Kong Special Administrative Region (the "High Court") on 10 December 2008.

On 11 December 2008, Hang Seng Bank Limited (the "Supporting Creditor") filed a notice of intention to appear and support the Petition. The Supporting Creditor also filed an application on 16 December 2008 to appoint provisional liquidators of the Company to preserve its assets for the benefits of all creditors of the Company.

Pursuant to an order made by the High Court on 24 December 2008 (the "Order"), Mr. Stephen Liu Yiu Keung and Mr. David Yen Ching Wai, both of Ernst & Young Transactions Limited, were appointed as joint and several provisional liquidators of the Company (the "Provisional Liquidators") to take control of the Company and possession of its assets. After few adjournments, the Petition was ordered by the High Court to be adjourned to 17 May 2010 to allow more time for the implementation of the proposed restructuring of the Company.

Suspension of trading in the shares of the Company

Trading in the shares of the Company was suspended on the Main Board of the Stock Exchange at the request of the Company on 2 December 2008. On 21 January 2009, the Listing Division of the Stock Exchange issued a letter (the "First Decision Letter") expressing its concerns over the condition of the Company and informing the Company that in view of the financial difficulties which had seriously impaired the situation of the Company and its subsidiaries (the "Group") and because of its inability to continue its business thereby causing the cessation of the Group's operation, the Company had been placed in the first stage of the delisting procedure on 2 December 2008, pursuant to Practice Note 17 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"). According to the First Decision Letter, the Company was required to submit a viable resumption proposal and demonstrate its compliance with Rule 13.24 of the Listing Rules on or before 20 July 2009.

On 30 July 2009, the Stock Exchange issued a letter to the Company (the "Second Decision Letter") in relation to placing the Company into the second stage of the delisting procedures under Practice Note 17 of the Listing Rules after taking into consideration that the Company had failed to submit to the Stock Exchange any resumption proposal before

20 July 2009 and the Stock Exchange was of the view that the company did not have an operation in compliance with Rule 13.24 of the Listing Rules. According to the Second Decision Letter, the Company was required to submit a viable resumption proposal to the Stock Exchange at least 10 business days before 29 January 2010, the expiry of the six-month period from the date the Company was placed in the second stage of the delisting procedures.

Proposed restructuring of the Group

The Provisional Liquidators have appointed Asian Capital (Corporate Finance) Limited ("Financial Adviser") as the financial adviser to the Company on 2 January 2009 to assist the Provisional Liquidators in identifying interested investors with a view to restructuring the Company and submitting a resumption proposal to the Stock Exchange.

On 11 May 2009, an exclusivity agreement (the "Exclusivity Agreement") was entered into amongst Brilliant Capital International Limited (the "Investor"), Mr. Paul Suen ("Mr. Suen"), the Company and the Provisional Liquidators to grant the Investor exclusivity to prepare a resumption proposal to be submitted to the Stock Exchange with a view to resume the trading in the shares of the Company, and to negotiate in good faith and enter into a legally binding formal agreement for the implementation of the restructuring proposal in connection with the proposed restructuring of the Company.

On 18 June 2009, the High Court ratified the Provisional Liquidators' execution of the Exclusivity Agreement and granted leave to the Provisional Liquidators to set up two special purpose vehicles to facilitate the proposed restructuring of the Company.

On 26 June 2009, with the sanction of the High Court, two wholly-owned subsidiaries were set up by the Company. One of them is to function as an immediate holding company and the other one is to act as an operating subsidiary (the "Operating Subsidiary") to resume and continue the existing business of the Group.

On 3 July 2009, the Investor and the Operating Subsidiary entered into a working capital facility agreement pursuant to which the Investor agreed to provide a facility of up to HK$8 million (or such higher amount as the Investor may agree from time to time) (the "Working Capital Facility") to the Operating Subsidiary to enable it to meet its working capital needs. The Working Capital Facility is secured by a debenture executed on 3 July 2009 by the Operating Subsidiary in favour of the Investor. The Group has since resumed its trading of semiconductors and related products business through the Operating Subsidiary. In addition, the Group continues to look for business opportunities to expand its semiconductor business in order to acquire additional customers and generate synergy benefits to its existing business. Furthermore, the Group is also seeking opportunities to reactivate its other principal business so that it can capture the development and trends in the market.

On 9 December 2009, the Operating Subsidiary and Telecycle, a US incorporated limited liability company ("Telecycle") entered into the memorandum of understanding, pursuant to which both parties agreed to set up a joint venture owned as to 70% by the Operating Subsidiary and 30% by Telecycle. The joint venture is tentatively expected to be established in November 2010.

The joint venture will be principally engaged in collecting and recycling end-of-life telecom equipment in Asia, with a focus on the Greater China area.

On 26 March 2010, the Operating Subsidiary, 廈門華聯電子有限公司 (Xiamen Hualian Electrical Co., Ltd.*) and 佛山聯創華聯電子有限公司 (Foshan Lianchuang Hualian Electrical Co., Ltd.*) (the "Target Company") entered into a capital increase agreement, pursuant to which the Operating Subsidiary conditionally agreed to subscribe for additional registered capital of the Target Company. Upon completion, the Operating Subsidiary will own 52.38% equity interest of the Target Company.

The Target Company is an integrated turnkey solution and one-stop services provider of microcontrollers, including sourcing of components, designing circuits and layouts, assembling, testing and delivery of microcontrollers to its customers. Its products are currently used in household appliances, such as air conditioners, refrigerators, water heaters, electric rice cookers etc. It currently has over 270 employees with over 15 of them engaged in the research and development functions ("R&D") and there are five assembly lines in its plants located in Foshan, the People's Republic of China ("PRC"). With its own R&D team, the Target Company can design the microcontroller based on the specifications required by its customers, which use a microcontroller as one of the key components to assemble their final electronic products and electrical appliances. The customers of the Target Company/end users of the microcontrollers produced by the Target Company include many major electronic products and electrical appliances manufacturers in the world, such as Panasonic, Toshiba, Sanyo, Ferroli, Midea, Changhong etc..

On 14 January 2010, the Financial Adviser submitted a resumption proposal ("Resumption Proposal") to the Stock Exchange on behalf of the Company. The Resumption Proposal has set out a restructuring proposal ("Proposed Restructuring"), which if successfully implemented, will, amongst other things, result in:

- a capital reorganisation of the share capital of the Company and the issuance of new shares of the Company;

- all claims of the Company being discharged by way of schemes of arrangement in Hong Kong and the Cayman Islands, as appropriate; and

- resumption of trading in the shares of the Company upon completion of the Proposed Restructuring.

The Company is confident that after a full implementation of the Proposed Restructuring and together with the Investor's strong support in the business and financial aspects, the Group will be able to improve its business operations continuously as described above.

Loss of books and records of the Group

The Provisional Liquidators have used their best endeavors to locate all the financial and business records of the Group. However, most of the books and records of the Group for the year ended 31 December 2008 had been lost and all of the executive directors, except for Dr. Wong Shu Wing ("Dr. Wong"), who subsequently resigned on 1 March 2010 and the accounting personnel of the Group had left prior to the appointment of the Provisional Liquidators and the appointment of the existing independent non-executive directors. The Provisional Liquidators have been unable to get the cooperation of the former accounting personnel. Some former staff of the Group also verbally advised that the relevant books and records of the Group had been shipped to a PRC warehouse which was subsequent on fire prior to the appointment of the Provisional Liquidators. Thus, the Provisional Liquidators are unable to verify the validity of this information. The books and records recovered from the office of the Company and its subsidiaries were minimal. The Provisional Liquidators, therefore, are unable to obtain sufficient information to satisfy themselves regarding the treatment of various transactions and balances of the Group for the year ended 31 December 2008. In this respect, the Company will look into the matters related to the loss of books and records.

The financial statements have been prepared based on the available books and records maintained by the Group. However, in view of the lack of evidence described above, the Provisional Liquidators are unable to ascertain that the opening balances and corresponding figures of the Group for the year ended 31 December 2008 have been properly reflected in the books and records and in the financial statements.

Any adjustment arising from the matters described above might have a significant consequential effect on the Group's results and financial position for the year ended 31 December 2008 and the related disclosures thereof in the financial statements.

Also, as a result of the matters described above, the corresponding figures shown in the financial statements may not be comparable with the figures for the current year.

Deconsolidation of subsidiaries

As disclosed in the 2008 interim report of the Company, the interim financial results for the six months ended 30 June 2008 which were prepared in accordance with HKAS 34 "Interim Financial Reporting" had been reviewed by the Company's then independent auditors in accordance with the Hong Kong Standard on Review Engagement 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

On 5 March 2009, Mr. Stephen Liu Yiu Keung and Mr. David Yen Ching Wai, both of Ernst & Young Transactions Limited, were appointed as the joint and several liquidators of the following subsidiaries of the Company (collectively as the "CVL Subsidiaries") pursuant to the special resolutions passed at the respective extraordinary general meetings on the basis of each of the CVL Subsidiaries was unable to continue its business by reason of its liabilities.

Tech-Link T&E Limited (In Liquidation)
Sunlink mSolutions Limited (In Liquidation)
Kingful Investment Limited (In Liquidation)
Apson Electronic Products Limited (In Liquidation)
Sunlink Hi-Tech Limited (In Liquidation)
Sunwave Computers Limited (In Liquidation)
Sunwave Development Limited (In Liquidation)
Sun Horse Technologies (H.K.) Limited (In Liquidation)
Sunlink Apson Multi-media Limited (In Liquidation)

Hoover Technologies Limited (In Liquidation) ("Hoover Technologies") was initially placed under creditors' voluntary liquidation on 5 March 2009. Subsequently, a winding-up order was made against Hoover Technologies by the High Court. On 23 September 2009, Mr. Pui Chiu Wing and Miss. Cheung Lai Kuen of Neil Collins Corporate Advisory Services Limited were appointed joint and several provisional liquidators of Hoover Technologies by the official receiver under section 194(1A) of the Companies Ordinance (Cap 32) of the Laws of Hong Kong. On 17 December 2009, resolutions were passed at meetings of contributories and creditors where Mr. Stephen Liu Yiu Keung and Mr. David Yen Ching Wai, both of Ernst & Young Transactions Limited, were appointed as the joint and several liquidators of Hoover Technologies in place of the then joint and several provisional liquidators of Hoover Technologies. It was further resolved that an application to be submitted to the High Court for an order to conduct the liquidation of Hoover Technologies as if it is a creditors' voluntary liquidation and no committee of inspection was formed and the relevant order was granted by the High Court on 19 March 2010.

At the board meeting held on 26 February 2010 (the "Board Meeting") to approve, *inter alia*, the annual results for the year ended 31 December 2008, Dr. Wong disagreed with the board on the accounting treatment on certain assets of the CVL Subsidiaries meant to be deconsolidated in the draft financial statements for the year ended 31 December 2008 and interim accounts of the Company for the six months ended 30 June 2009 ("Draft Accounts") still existed and would be recoverable. The independent non-executive directors and the representatives of the Provisional Liquidators requested Dr. Wong to provide substantiation. Dr. Wong agreed to see if ex-staff involved can be contacted and to ascertain whether the books and records could be retrieved. Dr. Wong agreed to revert to the Provisional Liquidators on the same day regarding the time required to locate the relevant books and records. Accordingly, the Board Meeting was further adjourned to 25 March 2010, and such delay was announced by the Company on 26 February 2010.

On 26 February 2010, Dr. Wong via his solicitors indicated verbally to the Provisional Liquidators' representative that he could not find the ex-staff to cooperate in ascertaining the whereabouts of the books and records nor was he able to find the relevant persons previously involved and Dr. Wong resigned as an executive director of the Company on the same date.

On 1 March 2010, the solicitors of the Company wrote to request Dr. Wong to provide the Company with all relevant books and records in his possession, power and/or custody, by 19 March 2010 (the "Written Request"), so that the Draft Accounts can be finalized and issued without further delay.

On 5 March 2010, Dr. Wong tendered his resignation letter ("Resignation Letter") to the Company to resign as an executive director with effect from 1 March 2010.

In the Resignation Letter, Dr. Wong confirms that, save for the disagreement with the Draft Accounts, there are no matters that need to be brought to the attention of the shareholders and the creditors of the Company or the Stock Exchange in connection with his resignation.

The existing directors believe that the disagreement between Dr. Wong and the existing directors relate to the accounting treatment concerning the CVL Subsidiaries as disclosed in the announcement of the Company dated 19 March 2009.

On 12 March 2010, the Provisional Liquidators received a written response from Dr. Wong's solicitors confirming that Dr. Wong does not have any relevant books and records in relation to the Group in his possession, power and/or custody.

Since the appointment in December 2008, the Provisional Liquidators have used their best endeavors to locate the books and records of the Group. All of the directors of the Company, except for Dr. Wong, and the accounting personnel of the Group had left prior to the appointment of the Provisional Liquidators, while the existing independent non-executive directors were appointed in October 2009. The investigations by the Provisional Liquidators reveal that most of the books and records of the Group for the year ended 31 December 2008 have been lost. In the statement of affairs prepared by Dr. Wong, as at 24 December 2008, being the date of the appointment of the Provisional Liquidators, there has not mentioned the existence of assets pertaining to the CVL Subsidiaries, save for certain bank balances.

In view of the above, the Provisional Liquidators considered that it is appropriate to deem that the control over the CVL Subsidiaries, Hoover Technologies and Jun Tai Yang Technologies (Shenzhen) Limited, a subsidiary of Sun Horse Technologies (H.K.) Limited (In Liquidation), had been lost since 1 July 2008. The results, assets and liabilities and cashflows of these subsidiaries were therefore deconsolidated from the financial statements of the Group since 1 July 2008 ("Accounting Treatment"). The Accounting Treatment resulted in the recognition of losses on deconsolidation of the CVL Subsidiaries, Hoover Technologies and Jun Tai Yang Technologies (Shenzhen) Limited, as well as impairment of investment costs and amounts due from the CVL Subsidiaries, Hoover Technologies and Jun Tai Yang Technologies (Shenzhen) Limited.

Going concern

The Group incurred a loss attributable to equity holders of the Company of approximately HK$534,898,000 for the year ended 31 December 2008 (2007: profit of approximately HK$100,510,000) and as at 31 December 2008 the Group had net current liabilities of approximately HK$234,058,000 (2007: net current assets of approximately HK$290,853,000) and net liabilities of approximately HK$234,058,000 (2007: net assets of approximately HK$305,817,000). These conditions indicate the existence of a material uncertainty which may cast significant doubt on the Group's ability to continue as a going concern. Therefore, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

Upon the appointment of the Provisional Liquidators, the powers of the directors were suspended with regard to the affairs and business of the Company. As such, the Provisional Liquidators do not have the same knowledge of the financial affairs of the Group as the directors of the Company would have, particularly in relation to the transactions entered into by the Group prior to the appointment date. The board of directors of the Company has also authorized the Provisional Liquidators to approve, publish and do all such acts in connection with the publication of this annual report and the relevant announcement.

Based on the books and records made available to them, the Provisional Liquidators are responsible for the accuracy of the contents of this report and the audited financial statements for the year ended 31 December 2008 in relation to (i) the affairs of the Group after the appointment of the Provisional Liquidators; and (ii) the preparation of the contents of these audited financial statements for the year ended 31 December 2008.

The Provisional Liquidators make no representation as to the completeness of the information contained in these financial statements.

The financial statements have been prepared on a going concern basis on the basis that the Proposed Restructuring will be successfully completed, and that, following the Proposed Restructuring, the Group will continue to meet in full its financial obligations as they fall due in the foreseeable future.

In the event that the Group is unable to achieve a successful restructuring and to continue its business as a going concern, adjustments would have to be made to the financial statements to adjust the value of the Group’s assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify non-current assets and liabilities as current assets and liabilities, respectively.

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

In the current year, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants that are relevant to its operations and effective for its accounting year beginning on 1 January 2008. HKFRSs comprise Hong Kong Financial Reporting Standards; Hong Kong Accounting Standards ("HKAS"); and Interpretations. The adoption of these new and revised HKFRSs did not result in substantial changes to the Group's accounting policies and amounts reported for the current and prior years.

The Group has not applied the new HKFRSs that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new HKFRSs but is not yet in a position to state whether these new HKFRSs would have a material impact on its results of operations and financial position.

4. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with HKFRSs, accounting principles generally accepted in Hong Kong and the applicable disclosures required by the Listing Rules and by the Hong Kong Companies Ordinance.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain investments which are carried at their fair values.

5. REVENUE AND SEGMENT INFORMATION

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and is recognised when it is probable that the economic benefits will flow to the Group and the amount of revenue can be measured reliably.

Revenue from the sales of goods are recognised on the transfer of significant risks and rewards of ownership, which generally coincides with the time when the goods are delivered and the title has passed to the customers.

Interest income is recognised on a time-proportion basis using the effective interest method.

Segment reporting

A segment is a distinguishable component of the Group that is engaged either in providing products and services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

In accordance with the Group's internal financial reporting, the Group has determined that business segments be presented as the primary reporting format and geographical segments as the secondary reporting format.

Segment revenue, expenses, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis to the segment. Unallocated costs mainly represent corporate expenses. Segment assets consist primarily of property, plant and equipment, inventories and trade receivables. Segment liabilities comprise operating liabilities and exclude items such as tax liabilities and corporate borrowings.

Segment revenue, expenses, assets and liabilities are determined before intra-group balances and intra-group transactions are eliminated as part of the consolidation process, except to the extent that such intra-group balances and transactions are between Group enterprises within a single segment. Inter-segment pricing is based on terms mutually agreed between the segments.

Segment capital expenditure is the total cost incurred during the period to acquire segment assets (both tangible and intangible) that are expected to be used for more than one period.

Segment information of the Group’s businesses is presented below:

Primary reporting format – business segments

The Group is principally engaged in three businesses, namely, i) semiconductors and related business; ii) auto devices and parts business; and iii) wireless device and solutions business. An analysis of the Group's financial performance and position by business segments is as follows:

	Semiconductors and related business		**Auto devices and parts business**		**Wireless devices and solutions business**		**Total**	
	2008	2007	**2008**	2007	**2008**	2007	**2008**	2007
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Years ended 31 December 2008 and 2007								
Turnover	**330,011**	672,560	**358,385**	381,560	**169,414**	260,747	**857,810**	1,314,867
Segment results	**16,393**	18,915	**81,434**	86,327	**24,150**	27,080	**121,977**	132,322
Unallocated corporate other income							**164**	1,009
Unallocated corporate expenses							**(2,771)**	–
Loss on deconsolidation of the subsidiaries and impairment on investment costs and amounts due from deconsolidated subsidiaries							**(425,876)**	–
Other losses							**(206,495)**	–
(Loss)/profits from operations							**(513,001)**	133,331
Finance cost							**(3,818)**	(8,491)
Share of results of an associate							**–**	(5)
(Loss)/profit before tax							**(516,819)**	124,835
At 31 December 2008 and 2007								
Segment assets	**–**	296,403	**–**	93,176	**715**	75,592	**715**	465,171
Due from an associate	**–**	–	**–**	1,526	**–**	–	**–**	1,526
Unallocated corporate assets							**9**	101,778
Total assets							**724**	568,475
Segment liabilities	**–**	22,910	**–**	9,294	**265**	22,290	**265**	54,494
Unallocated corporate liabilities							**234,517**	208,164
Total liabilities							**234,782**	262,658
Other segment information:								
Capital expenditure	**5,075**	1,941	**8,542**	3,267	**6,847**	2,619	**20,464**	7,827
Depreciation	**1,312**	1,394	**–**	–	**368**	391	**1,680**	1,785
(Reversal of allowance)/ allowance for doubtful debts	**(58)**	356	**–**	–	**–**	(15)	**(58)**	341
Allowance for slow moving inventories	**–**	468	**–**	–	**–**	–	**–**	468

Secondary reporting format – geographical segments

The Group's operations are principally located in Hong Kong and the PRC. An analysis of the Group's revenue by geographical location of customers, irrespective of the origin of the goods/services is as follows:

	Turnover		**Segmented assets**		**Capital expenditure**	
	2008	2007	**2008**	2007	**2008**	2007
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Hong Kong	**704,523**	1,079,906	**715**	401,311	**5,075**	1,941
The PRC	**98,269**	150,629	**–**	52,123	**15,389**	5,886
Others	**55,018**	84,332	**–**	11,737	**–**	–
	857,810	1,314,867	**715**	465,171	**20,464**	7,827

6. TURNOVER

The Group's turnover is as follows:

	2008	2007
	HK$'000	*HK$'000*
Sales of goods	**857,810**	1,314,867
	857,810	1,314,867

7. OTHER INCOME

	2008	2007
	HK$'000	*HK$'000*
Gain on disposal of available-for-sale financial assets	**–**	422
Net foreign exchange gains	**107**	–
Technical service income	**163**	–
Rental income	**28**	–
Interest income	**29**	570
Fair value gain on investment held for trading	**–**	17
Sample income	**–**	267
Sundry income	**209**	1,704
	536	2,980

8. LOSS ON DECONSOLIDATION OF THE SUBSIDIARIES AND IMPAIRMENT ON INVESTMENT COSTS AND AMOUNTS DUE FROM DECONSOLIDATED SUBSIDIARIES

	2008	2007
	HK$'000	*HK$'000*
Loss on deconsolidation of subsidiaries (note)	**272,032**	–
Impairment on investment costs in the deconsolidated subsidiaries	**14,025**	–
Impairment on amounts due from the deconsolidated subsidiaries	**139,819**	–
	425,876	–

Note:

Loss on deconsolidation of subsidiaries

As disclosed in note 2 to this final results announcement, the Provisional Liquidators considered that the control over certain subsidiaries had been lost since 1 July 2008. The results, assets and liabilities and cash flows of these subsidiaries were therefore deconsolidated from the financial statements of the Group since then.

Net assets of these subsidiaries as at 1 July 2008 were as follows:

	HK$'000
Property, plant and equipment	28,614
Club debenture	874
Prepayments, deposits and other receivables (non-current)	1,000
Investment held for trading	55
Inventories	99,480
Prepayments, deposits and other receivables (current)	66,834
Trade receivables	461,098
Due from an associate	3,800
Tax recoverable	30
Bank and cash balances	67,397
Bank loans	(199,065)
Trade and bills payables	(57,923)
Accruals and other payables	(34,589)
Current tax liabilities	(35,597)
Deferred taxation	(1,618)
Net amount due to the Group	(112,402)
Net assets deconsolidated	287,988
Release of foreign currency translation reserve	(633)
Minority interests	(1,298)
Investment costs	(14,025)
Loss on deconsolidation of subsidiaries	272,032
Net cash outflow arising from deconsolidation of subsidiaries:	
Cash and cash equivalents of subsidiaries deconsolidated	(67,397)

9. OTHER LOSSES

	2008	2007
	HK$'000	*HK$'000*
Loss on financial guarantee liabilities	**203,010**	–
Allowance for doubtful debts	**40**	–
Impairment on prepayments, deposits and other receivables	**3,445**	–
	206,495	–

As mentioned in note 2 to this final results announcement, most of the books and records of the Group could not be located. For the year ended 31 December 2008, the Group had recorded a debit and a credit of gross amounts of approximately HK$3,737,000 and HK$498,000 respectively, of which the natures and recoverabilities were unknown, on the deposits, prepayments and other receivables. As at 31 December 2008, the balance of deposits, prepayments and other receivables were approximately HK$3,445,000. Due to unknown nature and recoverability of such balance, the Group had fully impaired the amount accordingly.

In addition, as mentioned in note 2 to this final results announcement, the CVL subsidiaries, Hoover Technologies and Jun Tai Yang Technologies (Shenzhen) Limited were deconsolidated from the Group since 1 July 2008. Based on the available books and records, during the period from 1 July to 31 December 2008, these companies recorded a gross cash inflow and a gross cash outflow of approximately HK$192,535,000 and HK$212,757,000 respectively, of which the natures and recoverabilities of these cash transactions were unknown.

10. FINANCE COST

	2008	2007
	HK$'000	*HK$'000*
Interest on bank loans and overdrafts	**3,818**	8,491

11. INCOME TAX EXPENSE

	2008	2007
	HK$'000	*HK$'000*
Current tax - Hong Kong Profits Tax		
Provision for the year	**13,638**	24,713
Over-provision in prior years	**–**	(375)
Current tax - the PRC		
Provision for the year	**2,955**	–
Deferred tax		
Provision for the year	**1,449**	(133)
Attributable to change in tax rate	**(10)**	–
	18,032	24,205

Hong Kong Profits Tax has been provided at a rate of 16.5% (2007: 17.5%) on the estimated assessable profit for the year ended 31 December 2008.

Tax charge on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which the Group operates, based on existing legislation, interpretation and practices in respect thereof.

The new PRC enterprise income tax law passed by the Tenth National People's Congress on 16 March 2007 introduces various changes which include the unification of the enterprise income tax rate for domestic and foreign enterprises at 25%.

The reconciliation between the income tax expense and the (loss)/profit before tax is as follows:

	2008	2007
	HK$'000	*HK$'000*
(Loss)/profit before tax	**(516,819)**	124,835
Tax at the domestic income tax rate of 16.5% (2007: 17.5%)	**(85,275)**	21,846
Tax effect of income that is not taxable	**–**	(33)
Tax effect of expenses that are not deductible	**102,302**	2,542
Tax effect of utilisation of tax losses not previously recognised	**–**	(54)
Tax effect of tax losses not recognised	**–**	397
Tax effect of tax exemptions granted to PRC subsidiaries	**–**	(87)
Over-provision of taxation charges in prior years	**–**	(375)
Effect of different tax rates of subsidiaries operating in other jurisdictions	**1,005**	–
Others	**–**	(31)
	18,032	24,205

12. (LOSS)/PROFIT FOR THE YEAR

The Group's (loss)/profit for the year is stated after charging the following:

	2008	2007
	HK$'000	*HK$'000*
Directors' emoluments		
As directors	**–**	170
For management	**–**	7,657
	–	7,827
Auditor's remuneration		
Current year	**400**	1,500
Under-provision in prior year	**–**	51
	400	1,551
Staff costs including directors' emoluments		
Salaries, bonus and allowances	**3,795**	33,200
(Reversal of) equity-settled share-based payments	**(3,434)**	10,500
Retirement benefits scheme contributions	**–**	–
	361	43,700
Cost of inventories sold	**708,599**	1,117,186
Gain on disposal of property, plant and equipment	**33**	–
Depreciation	**1,680**	1,785
(Reversal of allowance)/allowance for doubtful debts	**(58)**	341
Allowance for slow moving inventories	**–**	468
Impairment on prepayments, deposits and other receivables	**3,445**	–
Operating lease charges		
Land and buildings	**–**	1,911
Office equipment	**–**	22
Research and development expenditure	**–**	155
Exchange loss	**–**	1,162

13. (LOSS)/EARNINGS PER SHARE

Basic (loss)/earnings per share

The calculation of basic loss (2007: earnings) per share attributable to equity holders of the Company is based on the loss for the year attributable to equity holders of the Company of approximately HK$534,898,000 (2007: profit attributable to equity holders of the Company of approximately HK$100,510,000) and the weighted average number of ordinary shares of 1,864,738,082 (2007: 1,728,588,390) in issue during the year.

Diluted (loss)/earnings per share

No diluted loss per share for the year ended 31 December 2008 is presented because the impact of the exercise of the shares options was anti-dilutive.

The calculation of diluted earnings per share for the year ended 31 December 2007 attributable to equity holders of the Company is based on the profit for the year attributable to equity holders of the Company of approximately HK$100,510,000 and the weighted average number of ordinary shares of 1,737,700,694, being the weighted average number of ordinary shares of 1,728,588,390 in issue during the year used in the basic earnings per share calculation plus the weighted average number of ordinary shares of 9,112,304 assumed to have been issued at no consideration on the deemed exercise of the share options outstanding at the balance sheet date.

14. TRADE RECEIVABLES

The Group's trading terms with customers are mainly on credit. The credit terms generally range from 30 to 90 days. Each customer has a maximum credit limit. For new customers, payment in advance is normally required. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by senior management.

The aging analysis of trade receivables, based on the invoice date, and net of allowance, is as follows:

	2008	2007
	HK$'000	*HK$'000*
30 days or less	–	111,063
31 days to 60 days	–	93,823
61 days to 90 days	–	84,328
Over 90 days	–	67,724
	–	356,938

Included in the trade receivables as at 31 December 2008 are of nil amount (2007: approximately HK$5,803,000) of trade receivables discounted to banks with recourse by providing a credit guarantee over the expected losses of those trade receivables. Accordingly, the Group continues to recognise the full carrying amount of the trade receivables and has recognised the cash received on such discount as bank borrowings.

None (2007: 80%) of the trade receivables that are neither past due nor impaired and have either been subsequently settled or maintained active trade business relationship with the Group.

Included in the Group's trade receivables are debtors with a carrying amount of nil (2007: approximately HK$17,240,000) which are denominated in the US dollars (that is the currency other than the functional currencies of the respective Group entities).

Included in the Group's trade receivables are debtors with aggregate carrying amount of nil (2007: approximately HK$72,055,000) which are past due at the reporting date for which the Group has not provided for impairment loss. The Group does not hold any collateral over these balances.

The ageing analysis of trade receivables which are past due but not impaired is as follows:

	2008	2007
	HK$'000	*HK$'000*
31 days to 60 days	–	540
61 days to 90 days	–	3,791
Over 90 days	–	67,724
	–	72,055

15. TRADE AND BILLS PAYABLES

The aging analysis of trade and bills payables, based on the date of receipt of goods, is as follows:

	2008	2007
	HK$'000	*HK$'000*
30 days or less	–	19,236
31 days to 60 days	–	9,742
Over 60 days	–	4,468
	–	33,446

16. SHARE CAPITAL

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern and to maximise the return to the shareholders through the optimisation of the debt and equity balance.

The Group sets the amount of capital in proportion to risk. The Group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the payment of dividends, issue new shares, buy-back shares, raise new debts, redeem existing debts or sell assets to reduce debts.

	2008	2007
	HK$'000	*HK$'000*
Authorized:		
3,000,000,000 ordinary shares of HK$0.10 each *(note(a)(i))*	**300,000**	300,000
Issued and fully paid:		
1,864,780,000 ordinary shares of HK$0.10 each (2007: 1,864,680,000 ordinary shares of HK$0.10 each)	**186,478**	186,468

The following is a summary of the above movements in the issued share capital:

	Number of share issued	Share capital
		HK$'000
At 1 January 2007	473,000,000	47,300
Shares issued on open offer *(note (a)(ii))*	921,600,000	92,160
Shares issued on subscription agreement *(note (b))*	315,392,000	31,539
Shares issued on placing agreement *(note (c))*	114,688,000	11,469
Shares issued upon exercise of share options	40,000,000	4,000
At 31 December 2007 and 1 January 2008	1,864,680,000	186,468
Shares issued upon exercise of share options *(note (d))*	100,000	10
At 31 December 2008	1,864,780,000	186,478

Notes:

(a) Pursuant to the resolutions passed in the Company's extraordinary general meeting on 22 January 2007:

(i) The authorised share capital of the Company was increased from HK$100,000,000 to HK$300,000,000 by the creation of an additional 2,000,000,000 new ordinary shares of HK$0.10 each.

(ii) The open offer of new ordinary shares of HK$0.10 each in the share capital of the Company on the basis of one offer share at HK$0.18 each for every five existing shares with bonus shares to be issued on the basis of eight bonus shares for every fully paid offer share. A total number of 102,400,000 offer shares and 819,200,000 bonus shares, with an aggregate number of 921,600,000 shares were issued.

(b) On 15 February 2007, the Company entered into a subscription agreement with a subscriber in relation to the subscription of 315,392,000 subscription shares at the subscription price of HK$0.128 per share, representing 22.0% of the existing issued share capital of the Company as at 15 February 2007. Completion of the subscription agreement took place on 16 April 2007 and the Company had issued 315,392,000 shares of HK$0.128 per share for a total consideration of approximately HK$40,370,000.

(c) On 15 February 2007, the Company also entered into a placing agreement with an independent third party, Kingsway Financial Services Group Limited ("Kingsway") pursuant to which Kingsway would procure the placees to subscribe for a maximum of 114,688,000 placing shares at the placing price of HK$0.128 per share, representing in aggregate 8.0% of the existing issued share capital of the Company as at 15 February 2007. Completion of the placing agreement took place on 13 April 2007 and the Company had issued 114,688,000 shares of HK$0.128 per share for a total consideration of approximately HK$14,680,000.

(d) During the year, options were exercised to subscribe for 100,000 (2007: 40,000,000) ordinary shares in the Company at a total consideration of approximately HK$69,000 (2007: approximately HK$4,621,000) of which approximately HK$10,000 (2007: approximately HK$4,000,000) was credited to share capital and the balance of approximately HK$59,000 (2007: approximately HK$621,000) was credited to the share premium account. Approximately HK$15,000 (2007: approximately HK$1,782,000) has been transferred from the share option reserve to the share premium account in accordance with the accounting policy of the Group.

The new shares rank pari passu in all respects with the existing shares.

QUALIFIED INDEPENDENT AUDITOR'S REPORT

The Provisional Liquidators would like to draw your attention to the fact that the independent auditor's report on the consolidated financial statements for the year ended 31 December 2008 has been qualified. An extract of the independent auditor's report that dealt with the qualifications is as follows:

Basis for disclaimer of opinion

1. ***Opening balances and corresponding figures***

   The consolidated financial statements of the Company for the year ended 31 December 2007 which form the basis for the corresponding figures presented in the current year's consolidated financial statements were not audited by us. There were no satisfactory audit procedures to ascertain the existence, accuracy, presentation and completeness of the opening balances and corresponding figures shown in the current year's consolidated financial statements.

2. ***Transactions, income and expense items for the year***

   No sufficient evidence has been provided to satisfy ourselves as to the existence and completeness of the transactions of the Group for the year ended 31 December 2008. There are no other satisfactory audit procedures that we could adopt to satisfy ourselves that the income and expense items are properly accounted for in the consolidated income statement for the year ended 31 December 2008 and that these items are properly disclosed in the consolidated financial statements.

3. ***Loss on deconsolidation of the subsidiaries and impairment on investment costs and amounts due from deconsolidated subsidiaries***

   As explained in note 2 to the consolidated financial statements, certain subsidiaries of the Company were deconsolidated from the Group since 1 July 2008. No sufficient evidence has been provided to satisfy ourselves as to whether the Company had lost control of the subsidiaries on 1 July 2008. In addition, no sufficient evidence has been provided to satisfy ourselves as to the net assets amount of the subsidiaries deconsolidated. As a result, we are unable to satisfy ourselves as to the loss on deconsolidation of the subsidiaries and the impairment on investment costs and amounts due from deconsolidated subsidiaries of approximately HK$425,876,000 for the year ended 31 December 2008 as disclosed in note 10 to the consolidated financial statements.

4. ***Other losses***

   Included in other losses of approximately HK$206,495,000 in the consolidated income statement were an impairment on trade receivable of approximately HK$40,000 and an impairment on prepayments, deposits and other receivables of approximately HK$3,445,000. No sufficient evidence has been received by us up to the date of this report in respect of whether these impairments were properly accounted for in the consolidated financial statements for the year ended 31 December 2008.

5. ***Accruals and other payables***

No direct confirmation and other sufficient evidence have been received by us up to the date of this report in respect of the accruals and other payables totaling approximately HK$3,067,000 as at 31 December 2008 as included in the accruals and other payables of approximately HK$3,567,000 in the consolidated balance sheet.

6. ***Current tax liabilities***

No sufficient evidence has been received by us up to the date of this report in respect of the current tax liabilities totaling approximately HK$1,528,000 as at 31 December 2008 as included in the current tax liabilities of approximately HK$1,588,000 in the consolidated balance sheet.

7. ***Commitments and contingent liabilities***

No sufficient evidence has been provided to satisfy ourselves as to the existence, accuracy and completeness of the disclosures of commitments and contingent liabilities as at 31 December 2008.

8. ***Related party transactions and balances***

No sufficient evidence has been provided to satisfy ourselves as to the existence, accuracy and completeness of the disclosures of the related party transactions and balances for the year ended 31 December 2008 as required by Hong Kong Accounting Standard 24 "Related Party Disclosures".

9. ***Other disclosures in the consolidated financial statements***

No sufficient evidence has been provided to satisfy ourselves as to the accuracy and completeness of the disclosures in relation to the additions and disposals of the property, plant and equipment as disclosed in notes 9 to the consolidated financial statements and the unrecognised share of losses of the associate for the year ended 31 December 2008 and accumulated unrecognised share of losses of the associate as at 31 December 2008.

Any adjustments to the figures as described from points 1 to 9 above might have a significant consequential effect on the Group's results for the two years ended 31 December 2007 and 2008, the Group's cash flows for the two years ended 31 December 2007 and 2008 and the financial positions of the Group as at 31 December 2007 and 2008, and the related disclosures thereof in the consolidated financial statements.

Material uncertainty relating to the going concern basis

In forming our opinion, we have considered the adequacy of the disclosures made in note 2 to the consolidated financial statements which explains that a Resumption Proposal for the resumption of trading in the Company's shares and the restructuring of the Group has been submitted to The Stock Exchange of Hong Kong Limited on 14 January 2010.

The consolidated financial statements have been prepared on a going concern basis on the assumption that the Resumption Proposal will be successfully completed and that, following the Resumption Proposal, the Group will continue to meet in full its financial obligations as they fall due in the foreseeable future. The consolidated financial statements do not include any adjustments that would result from a failure to complete the Resumption Proposal. We consider that the disclosures are adequate. However, in view of the extent of the material uncertainty relating to the completion of the Resumption Proposal, we disclaim our opinion in respect of the material uncertainty relating to the going concern basis.

Disclaimer of opinion: disclaimer on view given by the financial statements

Because of the significance of the matters described in the basis for disclaimer of opinion paragraphs and the material uncertainty relating to the going concern basis as described above, we do not express an opinion on the consolidated financial statements as to whether they give a true and fair view of the state of affairs of the Group as at 31 December 2008 and of the Group's results and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards. In all other respects, in our opinion the consolidated financial statements have been properly prepared in accordance with the disclosure requirements of the Hong Kong Companies Ordinance.

BUSINESS REVIEW

The principal activity of the Company is investment holding. The Group is principally engaged in three businesses, namely i) semiconductors and related business; ii) auto devices and parts business; and iii) wireless device and solutions business.

APPOINTMENT OF PROVISIONAL LIQUIDATORS

On 24 December 2008, the High Court appointed Mr. Stephen Liu Yiu Keung and Mr. David Yen Ching Wai, both of Ernst & Young Transactions Limited, as the Provisional Liquidators of the Company.

After few adjournments, the High Court has ordered the hearing of the petition filed by Gold Star International Holdings Limited against the Company to be adjourned to 17 May 2010 to allow more time for the implementation of a proposed restructuring of the Company.

Pursuant to an order of the High Court, the Provisional Liquidators would, inter alia, take into their custody and protect all the assets of the Group and to carry on and stabilise the operations of the Group, including facilitating a proposed restructuring of the Company until such time as further order is made. The Provisional Liquidators are independent third parties who do not have connection with the Company or any of the directors, chief executive and substantial shareholders of the Company or its subsidiaries or their respective associates as defined in the Listing Rules.

Further details of the Company's status are set out in note 2 to this final results announcement.

PROPOSED RESTRUCTURING OF THE COMPANY AFTER THE APPOINTMENT OF PROVISIONAL LIQUIDATORS

On 2 January 2009, the Provisional Liquidators appointed Asian Capital (Corporate Finance) Limited as the financial adviser (the "Financial Adviser") to the Company to assist them in identifying interested investors and with a view to restructuring the Company and submitting a viable resumption proposal to the Stock Exchange.

On 21 January 2009, the Listing Division of the Stock Exchange issued a letter (the "First Decision Letter") expressing its concerns over the condition of the Company and informing the Company that in view of the financial difficulties which had seriously impaired the situation of the Group and because of its inability to continue its business thereby causing the cessation of the Group's operations, the Company had been placed in the first stage of the delisting procedures on 2 December 2008, pursuant to the Listing Rules. According to the First Decision Letter, the Company was required to submit a viable resumption proposal and demonstrate its compliance with Rule 13.24 of the Listing Rules on or before 20 July 2009.

On 11 May 2009, an exclusivity agreement (the "Exclusivity Agreement") was entered into amongst Brilliant Capital International Limited (the "Investor"), Mr. Paul Suen ("Mr. Suen"), the Company and the Provisional Liquidators to grant the Investor exclusivity to prepare and submit a resumption proposal to the Stock Exchange with a view to resume the trading in the shares of the Company, and to negotiate in good faith and enter into a legally binding formal agreement for the implementation of the restructuring proposal in connection with the proposed restructuring of the Company.

On 18 June 2009, the High Court ratified the Provisional Liquidators' execution of the Exclusivity Agreement and granted leave to the Provisional Liquidators to set up two special purpose vehicles to facilitate the proposed restructuring of the Company.

On 26 June 2009, with the sanction of the High Court, the Company set up two wholly-owned subsidiaries, one of them is to function as an immediate holding company and the other one would be acting as an operating subsidiary (the "Operating Subsidiary") to resume and continue the existing business of the Group.

On 3 July 2009, the Investor and the Operating Subsidiary entered into a working capital facility agreement pursuant to which the Investor had agreed to provide a facility of up to HK$8 million (or such higher amount as the Investor may agree from time to time) (the "Working Capital Facility") to the Operating Subsidiary to enable it to meet its working capital needs. The Working Capital Facility had been secured by a debenture executed on 3 July 2009 by the Operating Subsidiary in favour of the Investor.

On 30 July 2009, the Stock Exchange issued a letter to the Company (the "Second Decision Letter") in relation to its decision to place the Company into the second stage of the delisting procedures pursuant to Practice Note 17 of the Listing Rules for reasons of the Company failing to submit to the Stock Exchange any resumption proposal before 20 July 2009 and maintain an operation in compliance with Rule 13.24 of the Listing Rules. According to the Second Decision Letter, the Company was required to submit a viable resumption proposal to the Stock Exchange at least 10 business days before 29 January 2010 being the expiry of the six-month period from the date the Company had been placed in the second stage of the delisting procedures.

The Company has since resumed its trading of semiconductors and related products business through the Operating Subsidiary.

On 9 December 2009, the Operating Subsidiary and Telecycle, a US incorporated limited liability company ("Telecycle") entered into a memorandum of understanding, pursuant to which, both parties had agreed to set up a joint venture owned as to 70% by the Operating Subsidiary and 30% by Telecycle. The joint venture is tentatively to be established in November 2010, and will be principally engaged in collecting and recycling end-of-life telecom equipment in Asia, with a focus on the Greater China area.

On 26 March 2010, the Operating Subsidiary, 廈門華聯電子有限公司 (Xiamen Hualian Electrical Co., Ltd.*) and 佛山聯創華聯電子有限公司 (Foshan Lianchuang Hualian Electrical Co., Ltd.*) (the "Target Company") entered into a capital increase agreement, pursuant to which the Operating Subsidiary conditionally agreed to subscribe for additional registered capital of the Target Company. Upon completion, the Operating Subsidiary will own 52.38% equity interest of the Target Company.

The Target Company is an integrated turnkey solution and one-stop services provider of microcontrollers, including sourcing of components, designing circuits and layouts, assembling, testing and delivery of microcontrollers to its customers. Its products are currently used in household appliances, such as air conditioners, refrigerators, water heaters, electric rice cookers etc. It currently has over 270 employees with over 15 of them engaged in the research and development functions ("R&D") and there are five assembly lines in its plants located in Foshan, the PRC. With its own R&D team, the Target Company can design the microcontroller based on the specifications required by its customers, which use a microcontroller as one of the key components to assemble their final electronic products and electrical appliances. The customers of the Target Company/end users of the microcontrollers produced by the Target Company include many major electronic products and electrical appliances manufacturers in the world, such as Panasonic, Toshiba, Sanyo, Ferroli, Midea, Changhong etc..

On 14 January 2010, the Financial Adviser submitted a resumption proposal ("Resumption Proposal") to the Stock Exchange on behalf of the Company. The Resumption Proposed has set out a restructuring proposal (the "Proposed Restructuring"), which, if successfully implemented, will, amongst other things, result in:

- a capital reorganisation of the share capital of the Company and the issuance of new shares of the Company;

- all claims of the Company being discharged by way of schemes of arrangement in Hong Kong and the Cayman Islands, as appropriate; and

- resumption of trading in the shares of the Company upon completion of the Proposed Restructuring.

The Company is confident that after a full implementation of the Proposed Restructuring together with the Investor's strong support in the business and financial aspects, the Group will be able to improve its business operations and financial position continuously.

FINANCIAL REVIEW

During the year, most of the books and records of the Group had been lost and all of the directors, except for Dr. Wong Shu Wing who resigned on 1 March 2010, and the accounting personnel had left prior to the appointment of the Provisional Liquidators and the appointment of the existing independent non-executive directors. The existing directors and the Provisional Liquidators have used their best endeavors to locate all the books and records but in vain and could only obtain certain information including the consolidation spreadsheets in respect of the interim report for the six months ended 30 June 2008 and copies of certain bank statements for the period from 1 January 2008 to 31 December 2008.

The Group had undertaken business activities and operations during the year ended 31 December 2008. However, due to limited books and records available, the existing directors and Provisional Liquidators were unable to reconstruct complete accounting records that could fairly present the effect of transactions, events and conditions of those business activities and operations undertaken by the Group. As a result, the financial results of certain subsidiaries for the Group for the period from 1 July 2008 to 31 December 2008 have been deconsolidated from the financial results of the Group.

As a result of limited books and records available for the period from 1 January 2008 to 31 December 2008 as mentioned above, the Group's turnover for the year ended 31 December 2008 was approximately HK$857,810,000, a substantial decrease of approximately HK$457,057,000 or 35% compared with the turnover for the previous year which was approximately HK$1,314,867,000.

An analysis of the Group's financial performance by business segments is as follows:

	Semiconductors and related business *HK$'000*	Auto devices and parts business *HK$'000*	Wireless device and solutions business *HK$'000*	Consolidated *HK$'000*
Year ended 31 December 2008				
Turnover	**330,011**	**358,385**	**169,414**	**857,810**
Segment results	**16,393**	**81,434**	**24,150**	**121,977**
Year ended 31 December 2007				
Turnover	672,560	381,560	260,747	1,314,867
Segment results	18,915	86,327	27,080	132,322

The Company recorded a huge loss for the year ended 31 December 2008. Loss attributable to the Company's shareholders for the year ended 31 December 2008 was approximately HK$534,898,000 as contrasted to the previous year's profit attributable to the Company's shareholders of approximately HK$100,510,000, mainly resulting from the loss on deconsolidation subsidiaries and impairment on investment costs and amounts due from deconsolidated subsidiaries of approximately HK$425,876,000 and the other loss of approximately HK$206,495,000.

For the year ended 31 December 2008, the basic loss per share was approximately HK$0.29 as contrasted to the previous year's basic earnings per share of approximately HK$0.06.

MATERIAL DISPOSALS

As disclosed in note 2 to this final results announcement, the Provisional Liquidators consider that control of the Company over certain major subsidiaries including Apson Electronic Products Limited (In Liquidation), Kingful Investment Limited (In Liquidation), Sun Horse Technologies (H.K.) Limited (In Liquidation), Sunlink Apson Multi-media Limited (In Liquidation), Sunlink Hi-Tech Limited (In Liquidation), Sunlink mSolutions Limited (In Liquidation), Sunwave Computers Limited (In Liquidation), Sunwave Development Limited (In Liquidation) and Tech-Link T&E Limited (In Liquidation) (collectively, the "CVL Subsidiaries"), together with Hoover Technologies Limited (In Liquidation) and Jun Tai Yang Technologies (Shenzhen) Limited ("JTYT") had been lost since 1 July 2008. The results, assets and liabilities and cashflow of these subsidiaries were therefore deconsolidated from the consolidated financial statements of the Group since then.

The assets and liabilities of these deconsolidated subsidiaries as at 1 July 2008 were as follows:

	HK$'000
Assets	
Property, plant and equipment	28,614
Club debenture	874
Investment held for trading	55
Inventories	99,480
Trade receivables	461,098
Prepayments, deposits and other receivables	67,834
Due from an associate	3,800
Tax recoverable	30
Bank and cash balances	67,397
	729,182
Liabilities	
Trade and bills payables	57,923
Accruals and other creditors	34,589
Current tax liabilities	35,597
Bank loans	199,065
Deferred taxation	1,618
Net amount due to the Group	112,402
	441,194
	287,988

LIQUIDITY AND FINANCIAL RESOURCES

To the best knowledge of the Provisional Liquidators, as at 31 December 2008, the Group had bank and cash balances of approximately HK$724,000 (2007: approximately HK$100,828,000). The Group had total assets of approximately HK$724,000 (2007: approximately HK$568,475,000) which was financed by current liabilities of approximately HK$234,782,000 (2007: approximately HK$262,479,000), minority interests of HK$nil (2007: approximately HK$1,103,000) and shareholders' deficit of approximately HK$234,058,000 (2007: shareholders' equity of approximately HK$304,714,000). The current ratio was approximately 0.3% (2007: 210.8%). The gearing ratio of the Group could not be determined as the Group had net liabilities as at 31 December 2008 (2007: approximately 38.1%). The gearing ratio was calculated based on the total borrowings to the sum of equity attributable to equity holders of the Company and total borrowings of the Group.

DIVIDEND

There will not be a payment of final dividend for the year ended 31 December 2008.

PROSPECTS

Since October 2009, the Company resumed its supply and procurement of semiconductors and related products business through the Operating Subsidiary.

The subscription of the additional registered capital of the Target Company represents a good opportunity for the Group to recommence its electronic turnkey device solutions business and to create synergy effect with its existing semiconductors business as some of the semiconductors used in the products of the Target Company can be sourced through the Company's existing suppliers, thus creating benefits for the Group as a whole through economies of scale and a more efficient supply chain management. It is also expected that upon completion of the capital injection into the Target Company which will then become a subsidiary of the Group, the scale of the Group's business operation will be expanded substantially and will pave a solid foundation for the growth of the Group's electronic turnkey device solutions and semiconductors businesses.

The Group will continue to look for opportunities to expand its business portfolio in order to enlarge its customer base and generate synergy benefits to its existing businesses. Furthermore, the Group is also seeking opportunities to reactivate other principal businesses so that it can capture the development and trends of the market.

Since entering into the Exclusivity Agreement and with the support of the Investor, the Company is gradually rebuilding its business portfolio via two wholly owned subsidiaries. Upon completion of the capital injection into the Target Company, the Group will be in a better position to further develop the businesses of the Group and to capture any attractive investment opportunities that may arise in the future.

EMPLOYEES AND REMUNERATION POLICIES

To the best knowledge of the Provisional Liquidators as at 31 December 2008, the Group had no employee (2007: 153). During the year, the Group remunerated its employees based on the performance and the prevailing industry practices.

BANK BORROWINGS AND FINANCIAL GUARANTEE LIABILITIES

	2008	2007
	HK$'000	*HK$'000*
Trust receipt loans	–	155,106
Other loans	–	27,396
Discounting advances drawn on trade receivables	–	4,662
	–	187,164
The borrowings are repayable as follows:		
On demand or within one year	–	187,164
Less: Amount due for settlement within 12 months (shown under current liabilities)	–	(187,164)
Amount due for settlement after 12 months	–	–

As disclosed in note 8 to this final results announcement, the bank loans stated above were deconsolidated from the financial statements of the Group since 1 July 2008. However, since the Company provides corporate guarantees for all the bank loans, the Company is therefore liable to the financial guarantee liabilities of approximately HK$203,010,000 as at 31 December 2008. Liabilities of the Company are expected to be discharged under the proposed schemes of arrangement of the Company.

CONTINGENT LIABILITIES

The Provisional Liquidators had not conducted a full search for contingent liabilities of the Group. However, all claims against the Company will be subject to a formal adjudication process, dealt with and compromised under the proposed schemes of arrangement of the Company.

Save as disclosed above, to the best knowledge of the Provisional Liquidators, the Provisional Liquidators were not aware of any significant contingent liabilities of the Group as at the balance sheet date (2007: nil).

PLEDGE OF ASSETS

To the best knowledge of the Provisional Liquidators, as at 31 December 2008, the Group had pledged the following assets to secure general banking facilities at the balance sheet date:

	2008	2007
	HK$'000	*HK$'000*
Trade receivables	–	5,803
Pledged bank deposits	–	2,000
	–	7,803

LEASE COMMITMENTS

To the best knowledge of the Provisional Liquidators, as at 31 December 2008, the total future minimum lease payments under non-cancellable operating leases were payable as follows:

	2008	2007
	HK$'000	*HK$'000*
Office premises		
Within one year	–	1,704
In the second to fifth year inclusive	–	212
	–	1,916
Office equipment		
Within one year	–	16
In the second to fifth year inclusive	–	15
	–	31

Operating lease payments represent rentals payable by the Group for certain of its office premises and office equipment. Leases are fixed and negotiated for terms ranging from 12 to 60 months.

CAPITAL COMMITMENT

To the best knowledge of the Provisional Liquidators, the Group's capital commitments at the balance sheet date is as follows:

	2008	2007
	HK$'000	*HK$'000*
Acquisition of plant and equipment contracted but not provided for	–	5,089

SHARE CAPITAL

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern and to maximise the return to the shareholders through the optimisation of the debt and equity balance.

The Group sets the amount of capital in proportion to risk. The Group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the payment of dividends, issue new shares, buy-back shares, raise new debts, redeem existing debts or sell assets to reduce debts.

	2008	2007
	HK$'000	*HK$'000*
Authorized:		
3,000,000,000 ordinary shares of HK$0.10 each *(note(a)(i))*	**300,000**	300,000
Issued and fully paid:		
1,864,780,000 ordinary shares of HK$0.10 each (2007: 1,864,680,000 ordinary shares of HK$0.10 each)	**186,478**	186,468

The following is a summary of the above movements in the issued share capital:

	Number of share issued	**Share capital**
		HK$'000
At 1 January 2007	473,000,000	47,300
Shares issued on open offer *(note (a)(ii))*	921,600,000	92,160
Shares issued on subscription agreement *(note (b))*	315,392,000	31,539
Shares issued on placing agreement *(note (c))*	114,688,000	11,469
Shares issued upon exercise of share options	40,000,000	4,000
At 31 December 2007 and 1 January 2008	1,864,680,000	186,468
Shares issued upon exercise of share options *(note (d))*	100,000	10
At 31 December 2008	1,864,780,000	186,478

Notes:

(a) Pursuant to the resolutions passed in the Company's extraordinary general meeting on 22 January 2007:

(i) The authorised share capital of the Company was increased from HK$100,000,000 to HK$300,000,000 by the creation of an additional 2,000,000,000 new ordinary shares of HK$0.10 each.

(ii) The open offer of new ordinary shares of HK$0.10 each in the share capital of the Company on the basis of one offer share at HK$0.18 each for every five existing shares with bonus shares to be issued on the basis of eight bonus shares for every fully paid offer share. A total number of 102,400,000 offer shares and 819,200,000 bonus shares, with an aggregate number of 921,600,000 shares were issued.

(b) On 15 February 2007, the Company entered into a subscription agreement with a subscriber in relation to the subscription of 315,392,000 subscription shares at the subscription price of HK$0.128 per share, representing 22.0% of the existing issued share capital of the Company as at 15 February 2007. Completion of the subscription agreement took place on 16 April 2007 and the Company had issued 315,392,000 shares of HK$0.128 per share for a total consideration of approximately HK$40,370,000.

(c) On 15 February 2007, the Company also entered into a placing agreement with an independent third party, Kingsway Financial Services Group Limited ("Kingsway") pursuant to which Kingsway would procure the placees to subscribe for a maximum of 114,688,000 placing shares at the placing price of HK$0.128 per share, representing in aggregate 8.0% of the existing issued share capital of the Company as at 15 February 2007. Completion of the placing agreement took place on 13 April 2007 and the Company had issued 114,688,000 shares of HK$0.128 per share for a total consideration of approximately HK$14,680,000.

(d) During the year, options were exercised to subscribe for 100,000 (2007: 40,000,000) ordinary shares in the Company at a total consideration of approximately HK$69,000 (2007: approximately HK$4,621,000) of which approximately HK$10,000 (2007: approximately HK$4,000,000) was credited to share capital and the balance of approximately HK$59,000 (2007: approximately HK$621,000) was credited to the share premium account. Approximately HK$15,000 (2007: approximately HK$1,782,000) has been transferred from the share option reserve to the share premium account in accordance with the accounting policy set out in note 4.

The new shares rank pari passu in all respects with the existing shares.

RELATED PARTY TRANSACTIONS

The remuneration of directors and other members of key management and the significant transactions with an associate during the year is as follows:

	2008 ***HK$'000***	2007 *HK$'000*
Compensation of key management personnel		
Short-term benefits	3,753	6,798
Post-employment benefits	42	93
Share-based payments	–	6,619
Sales of good to an associate	2,274	–

SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

Winding-up petition

After few adjournments, the Petition was ordered by the High Court to be further adjourned to 17 May 2010.

Listing status

Trading in the shares of the Company was suspended on the Main Board of the Stock Exchange at the request of the Company on 2 December 2008. On 21 January 2009, the Listing Division of the Stock Exchange issued the First Decision Letter expressing its concerns over the condition of the Company and informing the Company that in view of the financial difficulties which had seriously impaired the situation of the Group and because of its inability to continue its business thereby causing the cessation of the Group's operation, the Company was placed in the first stage of the delisting procedure on 2 December 2008, pursuant to Practice Note 17 to the Listing Rules. According to the First Decision Letter, the Company was required to submit a viable resumption proposal and demonstrate its compliance with Rule 13.24 of the Listing Rules on or before 20 July 2009.

On 30 July 2009, the Stock Exchange issued the Second Decision Letter to the Company in relation to placing the Company into the second stage of the delisting procedures under Practice Note 17 of the Listing Rules after taking into consideration that the Company had failed to submit to the Stock Exchange any resumption proposal before 20 July 2009 and the Stock Exchange was of the view that the Company did not have an operation in compliance with Rule 13.24 of the Listing Rules. According to the Second Decision Letter, the Company was required to submit a viable resumption proposal to the Stock Exchange at least 10 business days before 29 January 2010, the expiry of the six-month period from the date the Company was placed in the second stage of the delisting procedures.

Proposed restructuring of the Group

The Provisional Liquidators have appointed the Financial Adviser on 2 January 2009 to assist the Provisional Liquidators in identifying interested investors with a view to restructuring the Company and submitting a resumption proposal to the Stock Exchange.

On 11 May 2009, the Exclusivity Agreement was entered into amongst the Investor, Mr. Suen, the Company and the Provisional Liquidators to grant the Investor exclusivity to prepare a resumption proposal to be submitted to the Stock Exchange with a view to resume the trading in the shares of the Company, and to negotiate in good faith and enter into a legally binding formal agreement for the implementation of the restructuring proposal in connection with the Proposed Restructuring.

On 18 June 2009, the High Court ratified the Provisional Liquidators' execution of the Exclusivity Agreement and granted leave to the Provisional Liquidators to set up two special purpose vehicles to facilitate the Proposed Restructuring.

On 26 June 2009, with the sanction of the High Court, two wholly-owned subsidiaries were set up by the Company. One of them is to function as an immediate holding company and the other one is to act as an Operating Subsidiary to resume and continue the existing business of the Group.

On 3 July 2009, the Investor and the Operating Subsidiary entered into a Working Capital Facility agreement pursuant to which the Investor agreed to provide a Working Capital Facility to enable it to meet its working capital needs. The Working Capital Facility is secured by a debenture executed on 3 July 2009 by the Operating Subsidiary in favour of the Investor. The Group has since resumed its trading of semiconductors and related products business through the Operating Subsidiary. In addition, the Group continues to look for business opportunities to expand its semiconductor business in order to acquire additional customers and generate synergy benefits to its existing business. Furthermore, the Group is also seeking opportunities to reactivate its other principal business so that it can capture the development and trends in the market.

On 9 December 2009, the Operating Subsidiary and Telecycle entered into the memorandum of understanding, pursuant to which both parties agreed to set up a joint venture owned as to 70% by the Operating Subsidiary and 30% by Telecycle. The joint venture is tentatively to be established in November 2010. The joint venture will be principally engaged in collecting and recycling end-of-life telecom equipment in Asia, with a focus on the Greater China area.

On 26 March 2010, the Operating Subsidiary, 廈門華聯電子有限公司 (Xiamen Hualian Electrical Co., Ltd.*) and the Target Company entered into a capital increase agreement, pursuant to which the Operating Subsidiary conditionally agreed to subscribe for additional registered capital of the Target Company. Upon completion, the Operating Subsidiary will own 52.38% equity interest of the Target Company.

Winding up of certain subsidiaries

On 5 March 2009, Mr. Stephen Liu Yiu Keung and Mr. David Yen Ching Wai, both of Ernst & Young Transactions Limited, were appointed as the joint and several liquidators of the following CVL Subsidiaries pursuant to the special resolutions passed at the respective extraordinary general meetings on the basis of each of the CVL Subsidiaries was unable to continue its business by reason of its liabilities.

Tech-Link T&E Limited (In Liquidation)
Sunlink mSolutions Limited (In Liquidation)
Kingful Investment Limited (In Liquidation)
Apson Electronic Products Limited (In Liquidation)
Sunlink Hi-Tech Limited (In Liquidation)
Sunwave Computers Limited (In Liquidation)
Sunwave Development Limited (In Liquidation)
Sun Horse Technologies (H.K.) Limited (In Liquidation)
Sunlink Apson Multi-media Limited (In Liquidation)

Hoover Technologies was initially placed under creditors' voluntary liquidation on 5 March 2009. Subsequently, a winding-up order was made against Hoover Technologies by the High Court. On 23 September 2009, Mr. Pui Chiu Wing and Miss Cheung Lai Kuen of Neil Collins Corporate Advisory Services Limited were appointed joint and several provisional liquidators of Hoover Technologies by the official receiver under section 194(1A) of the Companies Ordinance (Cap 32) of the Laws of Hong Kong. On 17 December 2009, resolutions were passed at meetings of contributories and creditors where Mr. Stephen Liu Yiu Keung and Mr. David Yen Ching Wai, both of Ernst & Young Transactions Limited were appointed as the joint and several liquidators in place of the joint and several provisional liquidators. It was further resolved that an application to be submitted to the court for an order to conduct the liquidation of Hoover Technologies as if it is a creditors' voluntary liquidation and no committee of inspection was formed. The relevant order was granted by the High Court on 19 March 2010.

Change of principal place of business

The principal place of business of the Company has been changed to the office of the Provisional Liquidators at 62th Floor, One Island East, 18 Westlands Road, Island East, Hong Kong on 24 December 2008.

MANAGEMENT ANALYSIS

The Provisional Liquidators were appointed to the Company on 24 December 2009. Consequently, apart from the information disclosed in this announcement, the Provisional Liquidators are unable to comment as to the performance of the Group as set out in paragraphs 32 and 40(2) in the Appendix 16 of the Listing Rules throughout this year.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

To the best knowledge of the Provisional Liquidators, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the year ended 31 December 2008.

EXPOSURE TO FOREIGN EXCHANGE RISK

During the year, the Group conducted its business transactions principally in Hong Kong dollars and United States dollars. The Group had not experienced any material difficulties or negative effects on its operations as a result of fluctuations in currency exchange rates. The Board believed it was not necessary to hedge the exchange risk. Nevertheless, the management will continue to monitor the foreign exchange exposure and will take prudent measure as deemed appropriate.

ARRANGEMENTS TO PURCHASE SHARES OR DEBENTURES

To the best knowledge of the Provisional Liquidators, other than the issue of shares of the Company, at no time during the year was the Company or any of its subsidiaries a party to any arrangements to enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate, and none of the Directors, or their spouses or children under the age of 18, had right to subscribe for the securities of the Company, or had exercised any such right during the year.

DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE

To the best knowledge of the Provisional Liquidators, no contracts of significance to which the Company, its holding company or any of its subsidiaries was a party and in which the directors of the Company had a material interest, whether directly or indirectly, subsisted at 31 December 2008 or at any time during the year then ended.

MAJOR CUSTOMERS AND SUPPLIERS

To the best knowledge of the Provisional Liquidators, and due to the loss of financial records, information in relation to the largest customers and suppliers of the Group during the year ended 31 December 2008 cannot be provided.

RETIREMENT BENEFITS SCHEMES

To the best knowledge of the Provisional Liquidators, the Group made mandatory contributions to Mandatory Provident Fund Scheme for its staff in Hong Kong and retirement plans for those staff in other jurisdictions.

REVIEW BY AUDIT COMMITTEE

The audit committee of the Company has reviewed the audited consolidated financial statements of the Group for the year ended 31 December 2008. However, due to the fact that most of the books and records of the Group for the year ended 31 December 2008 had been lost and all of the directors, except for Dr. Wong who resigned on 1 March 2010 and the accounting personnel of the Group had left prior to the appointment of the Provisional Liquidators, the review of the financial statements conducted by the audit committee was entirely based on the books and records available to the Provisional Liquidators since their appointment.

As at the date of this announcement, the audit committee of the Company comprises three independent non-executive directors, namely Messrs. Tso Shiu Kei, Vincent, Young Meng Cheung, Andrew and Poon Ka Lee, Barry (the chairman of the audit committee of the Company).

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Provisional Liquidators were appointed to the Company on 24 December 2008. Consequently, the Provisional Liquidators are unable to comment as to whether the Company complied with the required standard set out in the Model Code in Appendix 10 to the Listing Rules as the code of conduct regarding the securities transactions by the directors throughout the financial year ended 31 December 2008.

CODE ON CORPORATE GOVERNANCE PRACTICES

As detailed in note 2 to the audited consolidated financial statements, most of the books and records of the Group had been lost prior to the appointment of the Provisional Liquidators.

In this connection, the Provisional Liquidators are unable to comment as to whether the Company has complied with the code provision set out in the code of corporate Governance Practices contained in Appendix 14 to the Listing Rules.

REVIEW OF THE FINAL RESULTS ANNOUNCEMENT BY THE AUDITOR

The figures in respect of this final results announcement have been agreed by the Group's auditor, ANDA CPA Limited, to the amounts set out in the Group's audited consolidated financial statements for the year ended 31 December 2008. The work performed by ANDA CPA Limited in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by ANDA CPA Limited on the final results announcement.

PUBLICATION OF INFORMATION ON WEBSITES

This results announcement is available for viewing on the website of Stock Exchange at www.hkex.com.hk and on the website of the Company at www.equitynet.com.hk/2336.

SUSPENSION OF TRADING

Trading in the shares of the Company has been suspended at the request of the Company on 2 December 2008 and will remain suspended until further notice.

For and on behalf of
Sunlink International Holdings Limited
(Provisional Liquidators Appointed)
Stephen Liu Yiu Keung
David Yen Ching Wai
Joint and Several Provisional Liquidators
who act without personal liabilities

Hong Kong, 31 March 2010

As at the date of this announcement, the Board comprises three independent non-executive Directors, namely Mr. Tso Shiu Kei, Vincent, Mr. Young Meng Cheung, Andrew and Mr. Poon Ka Lee, Barry.

* *For identification purpose only*