
HOW TO APPLY FOR THE PUBLIC OFFER SHARES

1. METHODS TO APPLY FOR THE PUBLIC OFFER SHARES

There are two ways to make an application for the Public Offer Shares. You may either use a **White** or **Yellow** Application Form or you may give **Electronic Application Instructions** to cause HKSCC Nominees to apply on your behalf for the Public Offer Shares. Except where you are a nominee and provide the required information in your application, you or you and your joint applicant(s) may not make more than one application (whether individually or jointly) by applying on a **White** or **Yellow** Application Form and by giving **Electronic Application Instructions**.

2. WHICH APPLICATION METHOD YOU SHOULD USE

(a) **WHITE Application Forms**

Use a **WHITE** Application Form if you want the Public Offer Shares to be issued in your own name.

(b) **YELLOW Application Forms**

Use a **YELLOW** Application Form if you want the Public Offer Shares to be issued in the name of HKSCC Nominees and deposited directly into CCASS for credit to your CCASS Investor Participant stock account or the stock account of your designated CCASS Participant maintained in CCASS.

(c) **Instruct HKSCC to make an electronic application on your behalf**

Instead of using a **YELLOW** Application Form, you may **electronically** instruct HKSCC via CCASS to cause HKSCC Nominees to apply for the Public Offer Shares on your behalf. Any Public Offer Shares allocated to you will be registered in the name of HKSCC Nominees and deposited directly into CCASS for credit to your CCASS Investor Participant stock account or your designated CCASS Participant's stock account.

3. WHERE TO COLLECT THE PROSPECTUSES AND THE APPLICATION FORMS

You can collect a **WHITE** Application Form and a prospectus from:-

Any participant of the Stock Exchange

or

DBS Asia Capital Limited
22nd Floor, The Center
99 Queen's Road Central
Hong Kong

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

or any of the following branches of **DBS Bank (Hong Kong) Limited** and **Standard Chartered Bank (Hong Kong) Limited**:-

For **DBS Bank (Hong Kong) Limited**:

District	Branch	Address
Hong Kong Island:	Head Office	Ground Floor, The Center 99 Queen's Road Central
	United Centre Branch	1st Floor, United Center 95 Queensway, Admiralty
	Des Voeux Road Central Branch	39-41 Des Voeux Road Central Central
	North Point Branch	Ground Floor, 391 King's Road North Point
Kowloon:	Nathan Road Branch	Ground Floor, 742-744 Nathan Road Mongkok
	Tsimshatsui Branch	Ground Floor, 22-24 Cameron Road Tsimshatsui
	Yue Man Square Branch	Shop 3-5 & Ground Floor Mido Mansion 51-63 Yue Man Square Kwun Tong
	Amoy Plaza Branch	G45-46B, Amoy Plaza Ngau Tau Kok
New Territories:	Yuen Long Branch	Ground Floor, 1-5 Tai Tong Road Yuen Long
	New Town Plaza Branch	Shop No. 533, Level 5 New Town Plaza Phase 1 Shatin
	Tsuen Wan Branch	Ground Floor, 23 Chung On Street Tsuen Wan

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

For Standard Chartered Bank (Hong Kong) Limited:

District	Branch	Address
Hong Kong Island:	Des Voeux Road Branch	Standard Chartered Bank Building 4-4A, Des Voeux Road Central, Central
	88 Des Voeux Road Branch	88 Des Voeux Road Central, Central
	Hennessy Road Branch	399 Hennessy Road, Wanchai
	Leighton Centre Branch	Shop 12-16, UG/F, Leighton Centre 77 Leighton Road, Causeway Bay
	Quarry Bay Branch	G/F, Westlands Gardens, 1027 King's Road, Quarry Bay
Kowloon:	Tsimshatsui Branch	G/F, 10 Granville Road, Tsimshatsui
	Cheung Sha Wan Branch	828 Cheung Sha Wan Road Cheung Sha Wan
	Kwun Tong Branch	88-90 Fu Yan Street, Kwun Tong
	Yaumati Branch	546-550 Nathan Road, Yaumati
	San Po Kong Branch	Shop A, G/F Perfect Industrial Building 31 Tai Yau Street, San Po Kong
New Territories:	Shatin Centre Branch	Shop 32C, Level 3 Shatin Shopping Arcade Shatin Centre 2-16 Wang Pok Street, Shatin

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

You can collect a **YELLOW** Application Form and a prospectus during normal business hours from 9:00 a.m. on 12 September 2006 till 12:00 noon on 15 September 2006 from:–

The Depository Counter of HKSCC

2nd Floor, Vicwood Plaza
199 Des Voeux Road Central
Hong Kong

or

The Customer Service Centre of HKSCC

Upper Ground Floor
V-Heun Building
128-140 Queen's Road Central
Hong Kong

or your stockbrokers may have forms available.

4. HOW TO COMPLETE THE APPLICATION FORMS

There are detailed instructions on each Application Form. You should read these instructions carefully. If you do not follow the instructions your application may be rejected and returned by ordinary post together with the accompanying cheque(s) or banker's cashier order(s) to you (or the first-named applicant in case of joint applicant(s)) at your own risk at the address stated in the Application Form.

If your application is made through a duly authorised attorney, the Company and the Sponsor, the Global Coordinator and the Underwriters (or their respective agents or nominees), each acting as an agent of the Company, may accept the application at their discretion, and subject to any conditions they think fit, including evidence of the authority of your attorney. The Global Coordinator, acting as an agent of the Company, shall have full discretion to reject or accept any application, in full or in part, without assigning any reason.

5. APPLICATIONS BY GIVING ELECTRONIC APPLICATION INSTRUCTIONS

General

CCASS Participants may give **Electronic Application Instructions** to HKSCC to apply for the Public Offer Shares and to arrange payment of the money due on application and payment of refunds. This will be in accordance with their participant agreements with HKSCC and the General Rules of CCASS and the CCASS Operational Procedures.

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

If you are a CCASS Investor Participant, you may give **Electronic Application Instructions** through the CCASS Phone System by calling 2979-7888 or the CCASS Internet System at <https://ip.cass.com> (using the procedures contained in “An Operating Guide for Investor Participants” in effect from time to time). HKSCC can also input **Electronic Application Instructions** for you if you go to:–

HKSCC’s Customer Service Centre
Upper Ground Floor, V-Heun Building
128-140 Queen’s Road Central
Hong Kong

and complete an input request form.

Copies of this prospectus are available for collection from the above address.

If you are not a CCASS Investor Participant, you may instruct your broker or custodian who is a CCASS Broker Participant or a CCASS Custodian Participant to give **Electronic Application Instructions** via CCASS terminals to apply for the Public Offer Shares on your behalf.

You are deemed to have authorised HKSCC and/or HKSCC Nominees to transfer the details of your application, whether submitted by you or through your broker or custodian, to the Company and its share registrars.

WARNING

The subscription of the Public Offer Shares by giving **Electronic Application Instructions** is only a facility provided to CCASS Participants. The Company, the Sponsor, the Global Coordinator and the Underwriters take no responsibility for the application and provide no assurance that any CCASS Participant will be allotted any Public Offer Shares.

To ensure that CCASS Investor Participants can give their **Electronic Application Instructions** through the CCASS Phone System or CCASS Internet System, CCASS Investor Participants are advised not to wait until the last minute to input instructions. In the event that CCASS Investor Participants have problems in connecting to the CCASS Phone System or CCASS Internet System for submission of **Electronic Application Instructions**, they should either (i) submit the **WHITE** or **YELLOW** Application Form or (ii) go to HKSCC’s Customer Service Centre to complete an application instruction input request form before 12:00 noon on 15 September 2006.

Giving Electronic Application Instructions to HKSCC to apply for the Public Offer Shares by HKSCC Nominees on your behalf

Where a **WHITE** Application Form is signed by HKSCC Nominees on behalf of persons who have given **Electronic Application Instructions** to apply for the Public Offer Shares,

- HKSCC Nominees is only acting as nominee for those persons and shall not be liable for any breach of the terms and conditions of the **WHITE** Application Form or this prospectus;

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

- HKSCC Nominees does the following things on behalf of each of the persons:–
- (a) agrees that the Public Offer Shares to be allotted shall be issued in the name of HKSCC Nominees and deposited directly into CCASS for credit to that person’s CCASS Investor Participant stock account or the stock account of the CCASS Participant who has inputted **Electronic Application Instructions** on that person’s behalf;
 - (b) undertakes and agrees to accept the Public Offer Shares in respect of which that person has given **Electronic Application Instructions** or any lesser number;
 - (c) undertakes and confirms that the person has not applied for or taken up any Placing Shares nor otherwise participated in the Placing;
 - (d) (if the **Electronic Application Instructions** are given for that person’s own benefit) declares that only one set of **Electronic Application Instructions** has been given for that person’s benefit;
 - (e) (if that person is an agent for another person) declares that it has given only one set of **Electronic Application Instructions** for the benefit of that other person, and that it is duly authorised to give those instructions as that other person’s agent;
 - (f) understands that the above declaration will be relied upon by the Company in deciding whether or not to make any allotment of Public Offer Shares in respect of the **Electronic Application Instructions** given by that person and that person may be prosecuted if that person makes a false declaration;
 - (g) authorises the Company to place the name of HKSCC Nominees on the register of members of the Company as the holder of the Public Offer Shares allotted in respect of that person’s **Electronic Application Instructions** and to send H share certificates and/or refund monies in accordance with arrangements separately agreed between the Company and HKSCC;
 - (h) confirms that that person has read the terms and conditions and application procedures set forth in this prospectus and agrees to be bound by them;
 - (i) confirms that that person has only relied on the information and representations in this prospectus in giving that person’s **Electronic Application Instructions** or instructing that person’s broker/custodian to give **Electronic Application Instructions** on that person’s behalf;

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

- (j) agrees that the Company, the Underwriters and any other parties involved in the Public Offer are liable only for the information and representations contained in this prospectus;
- (k) agrees (without prejudice to any other rights which that person may have) that once the application of HKSCC Nominees has been accepted, the application cannot be rescinded for innocent misrepresentations;
- (l) agrees to disclose that person's personal data to the Company and its agents and any information which they require about that person;
- (m) agrees that any application made by HKSCC Nominees on behalf of that person pursuant to electronic application instructions given by that person is irrevocable before 18 September 2006, such agreement to take effect as a collateral contract with the Company and to become binding when that person gives the instructions and such collateral contract to be in consideration of the Company agreeing that it will not offer any public offer shares to any person before 18 September 2006 except by means of one of the procedures referred to in this prospectus. However, HKSCC Nominees may revoke the application before 18 September 2006 if a person responsible for this prospectus under section 40 of the Companies Ordinance gives a public notice under that section which excludes or limits the responsibility of that person for this prospectus;
- (n) agrees that once the application of HKSCC Nominees is accepted, neither that application nor that person's **Electronic Application Instructions** can be revoked and that acceptance of that application will be evidenced by the press announcement on results of the Public Offer published by the Company;
- (o) agrees to the arrangement, undertakings and warranties specified in the participant agreement between that person and HKSCC, read with the General Rules of CCASS and the CCASS Operational Procedures, in respect of the giving of **Electronic Application Instructions** relating to the Public Offer Shares.
- (p) agree with the Company, for itself and for the benefit of each shareholder of the Company (and so that the Company will be deemed by its acceptance in whole or in part of the application by HKSCC Nominees to have agreed, for itself and on behalf of each shareholder of the Company, with each CCASS Participant giving electronic application instructions) to observe and comply with the Company Law, the Special Regulations on Listing Overseas and the Articles of Association of the Company;

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

- (q) agree with the Company, for itself and for the benefit of each shareholder of the Company and each director, supervisor, manager and other senior officer of the Company (and so that the Company will be deemed by its acceptance in whole or in part of this application to have agreed, for itself and on behalf of each shareholder of the Company and each director, supervisor, manager and other senior officer of the Company, with each CCASS Participant giving electronic application instructions):
 - (a) to refer all differences and claims arising from the Articles of Association of the Company or any rights or obligations conferred or imposed by the Company Law or other relevant laws and administrative regulations concerning the affairs of the Company to arbitration in accordance with the Articles of Association of the Company;
 - (b) that any award made in such arbitration shall be final and conclusive; and
 - (c) that the arbitration tribunal may conduct hearings in open sessions and publish its award;
- (r) agree with the Company (for the Company itself and for the benefit of each shareholder of the Company) that H Shares in the Company are freely transferable by their holders; and
- (s) authorize the Company to enter into a contract on its behalf with each director and officer of the Company whereby each such director and officer undertakes to observe and comply with his obligations to shareholders stipulated in the Articles of Association of the Company.
- (t) agrees that that person's application, any acceptance of it and the resulting contract will be governed by and construed in accordance with the Laws of Hong Kong.

Effect of giving Electronic Application Instructions

By giving Electronic Application Instructions or instructing your broker or custodian who is a CCASS Broker Participant or a CCASS Custodian Participant to give such instructions, you (and if you are joint applicants, each jointly and severally) are deemed to do the following things. Neither HKSCC nor HKSCC Nominees will be liable to the Company or any other person in respect of the things mentioned below:–

- instruct and authorise HKSCC to cause HKSCC Nominees (acting as nominee for the CCASS Participants) to apply for the Public Offer Shares on your behalf;
- instruct and authorise HKSCC to arrange payment of the maximum indicative Offer Price, brokerage, the SFC transaction levy and the Stock Exchange trading fee by debiting your designated bank account and, in the case of wholly or partly unsuccessful applications and/or the Offer Price is less than the maximum indicative Offer Price, refund of the application money by crediting your designated bank account; or

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

- instruct and authorise HKSCC to cause HKSCC Nominees to do on your behalf all the things which it is stated to do on your behalf in the **WHITE** Application Form.

Minimum application amount and permitted multiples

You may give **Electronic Application Instructions** in respect of a minimum of 1,000 Public Offer Shares. Such instructions in respect of more than 1,000 Public Offer Shares must be in one of the multiples set forth in the table on the Application Forms.

Multiple applications

If you are suspected of having made multiple applications or if more than one application is made for your benefit, the number of the Public Offer Shares applied for by HKSCC Nominees will be automatically reduced by the number of the Public Offer Shares in respect of which you have given such instructions and/or in respect of which such instructions have been given for your benefit. Any **Electronic Application Instructions** to make an application for the Public Offer Shares given by you or for your benefit to HKSCC shall be deemed to be an actual application for the purposes of considering whether multiple applications have been made. Further information is set forth under “How many applications you may make for the Public Offer Shares” below.

Allocation of the Public Offer Shares

For the purpose of allocating the Public Offer Shares, HKSCC Nominees shall not be treated as an applicant. Instead, each CCASS Participant who gives **Electronic Application Instructions** or each person for whose benefit each such instruction is given shall be treated as an applicant.

Personal data

Information set forth under the section headed “Personal Data” in the Application Forms applies to all personal data held by the Company and its share registrars about you in the same way as it applies to personal data about all applicants other than HKSCC Nominees.

6. HOW MANY APPLICATIONS YOU MAY MAKE FOR THE PUBLIC OFFER SHARES

There is only one situation where you may make more than one application for the Public Offer Shares:–

If you are a nominee, in which case you may both give **Electronic Application Instructions** to HKSCC (if you are a CCASS Participant) and lodge more than one Application Form in your own name on behalf of different beneficial owners. In the box on the Application Form marked “For nominees” you must include:–

- an account number; or
- some other identification code,

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

for each beneficial owner or, in the case of joint beneficial owners, for each such beneficial owner. If you do not include this information, the application will be treated as being for your own benefit.

Multiple applications are not allowed.

It will be a term and condition of all applications that by completing and delivering an Application Form or by giving **Electronic Application Instructions** to HKSCC, you:–

- (if the application is made for your own benefit) **warrant** that this is the only application which will be made for your benefit on a **WHITE** or **YELLOW** Application Form or through giving **Electronic Application Instructions** to HKSCC;
- (if you are an agent for another person) **warrant** that reasonable enquiries have been made of that other person that this is the only application which will be made for the benefit of that other person on a **WHITE** or **YELLOW** Application Form or through giving **Electronic Application Instructions** to HKSCC, and that you are duly authorised to sign the Application Form or give **Electronic Application Instructions** as that other person's agent.

Multiple applications or suspected multiple applications will be rejected. All of your applications will be rejected as multiple applications if you, or you and your joint applicants together:–

- make more than one application (whether individually or jointly with others) on a **WHITE** or **YELLOW** Application Form or by giving **Electronic Application Instructions** to HKSCC (if you are a CCASS Participant or applying through a CCASS Broker Participant or a CCASS Custodian Participant);
- apply (whether individually or jointly with others) on one **WHITE** or **YELLOW** Application Form or by giving **Electronic Application Instructions** to HKSCC (if you are a CCASS Participant or applying through a CCASS Broker Participant or a CCASS Custodian Participant) for more than 100% of the Public Offer Shares initially available in either Pool A or Pool B; or
- have received or been placed or allocated (including conditionally and/or provisionally) with any Placing Shares; or
- both apply on a **WHITE** or **YELLOW** Application Form for Public Offer Shares and gives **Electronic Application Instructions** to HKSCC; or
- make one application (whether individually or jointly with others) on a **WHITE** or **YELLOW** Application Form or by giving **Electronic Application Instructions** to HKSCC (if you are a CCASS Participant or applying through a CCASS Broker Participant or a CCASS Custodian Participant), and make any application for the Placing.

All of your applications will also be rejected as multiple applications if more than one application is made for your benefit (including the part of an application made by HKSCC Nominees acting on **Electronic Application Instructions**). If an application is made by an unlisted company and

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

- the only business of that company is dealing in securities; and
- you exercise statutory control over that company,

then that application will be treated as being for your benefit.

Unlisted company means a company with no equity securities listed on the Stock Exchange.

Statutory control means you:–

- control the composition of the board of directors of that company; or
- control more than half the voting power of that company; or
- hold more than half the issued share capital of that company (not counting any part of it which carries no right to participate beyond a specified amount in a distribution of either profits or capital).

Offer Price

The maximum indicative Offer Price is HK\$4.50. You must also pay the brokerage of 1%, the SFC transaction levy of 0.005% and the Stock Exchange trading fee of 0.005%. This means that for every 1,000 Public Offer Shares you will need to pay HK\$4,545.46. The table below sets out the total amount payable for all multiples of the Offer Shares up to 6,600,000 Offer Shares.

Number of Public Offer Shares applied for	Amount payable on application HK\$	Number of Public Offer Shares applied for	Amount payable on application HK\$	Number of Public Offer Shares applied for	Amount payable on application HK\$
1,000	4,545.46	90,000	409,090.50	900,000	4,090,905.00
2,000	9,090.90	100,000	454,545.00	950,000	4,318,177.50
3,000	13,636.36	150,000	681,817.50	1,000,000	4,545,450.00
4,000	18,181.80	200,000	909,090.00	1,500,000	6,818,175.00
5,000	22,727.26	250,000	1,136,362.50	2,000,000	9,090,900.00
6,000	27,272.70	300,000	1,363,635.00	2,500,000	11,363,625.00
7,000	31,818.16	350,000	1,590,907.50	3,000,000	13,636,350.00
8,000	36,363.60	400,000	1,818,180.00	3,500,000	15,909,075.00
9,000	40,909.06	450,000	2,045,452.50	4,000,000	18,181,800.00
10,000	45,454.50	500,000	2,272,725.00	4,500,000	20,454,525.00
20,000	90,909.00	550,000	2,499,997.50	5,000,000	22,727,250.00
30,000	136,363.50	600,000	2,727,270.00	5,500,000	24,999,975.00
40,000	181,818.00	650,000	2,954,542.50	6,000,000	27,272,700.00
50,000	227,272.50	700,000	3,181,815.00	6,500,000	29,545,425.00
60,000	272,727.00	750,000	3,409,087.50	6,600,000	29,999,970.00
70,000	318,181.50	800,000	3,636,360.00		
80,000	363,636.00	850,000	3,863,632.50		

You must pay the maximum indicative Offer Price, the brokerage, the Stock Exchange trading fee and the SFC transaction levy in full when you apply for the Public Offer Shares. Your payment must be made by one cheque or one banker's cashier order and must comply with the terms of the Application Forms.

If your application is successful, the brokerage will be paid to participants of the Stock Exchange and the transaction levy will be paid to the SFC and the trading fee will be paid to the Stock Exchange.

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

If the Offer Price as finally determined is less than HK\$4.50, appropriate refund (including the brokerage, the SFC transaction levy and the Stock Exchange trading fee attributable to the surplus application monies) will be made to applicants, **WITHOUT INTEREST**. Particulars of the procedures for refund are set forth below under “Despatch/collection of H Share certificates and refund of application money” below.

7. TIME FOR APPLYING FOR THE PUBLIC OFFER SHARES

WHITE or YELLOW Application Forms

Completed **WHITE** or **YELLOW** Application Forms, with payment attached, must be lodged by 12:00 noon (Hong Kong time) on Friday, 15 September 2006, or, if the Application Lists are not open on that day, then by 12:00 noon (Hong Kong time) on the day the Application Lists are open.

Your completed Application Form, with payment attached, should be deposited in the special collection boxes provided at any of the branches of DBS Bank (Hong Kong) Limited and Standard Chartered Bank (Hong Kong) Limited listed under “Where to collect the prospectuses and the Application Forms” above at the following times:–

Tuesday, 12 September 2006	–	9:00 a.m. to 4:00 p.m.
Wednesday, 13 September 2006	–	9:00 a.m. to 4:00 p.m.
Thursday, 14 September 2006	–	9:00 a.m. to 4:00 p.m.
Friday, 15 September 2006	–	9:00 a.m. to 12:00 noon

The Application Lists will open from 11:45 a.m. (Hong Kong time) to 12:00 noon (Hong Kong time) on Friday, 15 September 2006.

Electronic Application Instructions

CCASS Broker/Custodian Participants should input **Electronic Application Instructions** at the following times on the following dates:–

Tuesday, 12 September 2006	–	9:00 a.m. to 8:30 p.m.
Wednesday, 13 September 2006	–	8:00 a.m. to 8:30 p.m.
Thursday, 14 September 2006	–	8:00 a.m. to 8:30 p.m.
Friday, 15 September 2006	–	8:00 a.m. to 12:00 noon

(*) *These times are subject to change as HKSCC may determine from time to time with prior notification to CCASS Broker/Custodian Participants.*

CCASS Investor Participants can input **Electronic Application Instructions** from 9:00 a.m. on Tuesday, 12 September 2006 until 12:00 noon on Friday, 15 September 2006 (24 hours daily, except the last application day).

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

The latest time for inputting your **Electronic Application Instructions** (if you are a CCASS Participant) is 12:00 noon on 15 September 2006, or, if the Application Lists are not open on that day, by the time and date stated under “Effects of bad weather on the opening of the Application Lists” below.

Application Lists

The Application Lists will be open from 11:45 a.m. to 12:00 noon on 15 September 2006.

No proceedings will be taken on applications for the Shares and no allotment of any such Shares will be made until after the closing of the Application Lists. No allocation of any of the Public Offer Shares until the closing of the Application Lists.

8. EFFECT OF BAD WEATHER ON THE OPENING OF THE APPLICATION LISTS

The Application Lists will not open if there is:-

- a tropical cyclone warning signal number eight or above, or
- a **Black** rainstorm warning signal,

in force at any time between 9:00 a.m. (Hong Kong time) and 12:00 noon (Hong Kong time) on 15 September in Hong Kong. Instead they will open between 11:45 a.m. (Hong Kong time) and 12:00 noon (Hong Kong time) on the next Business Day which does not have either of those warnings in force at any time between 9:00 a.m. (Hong Kong time) and 12:00 noon (Hong Kong time).

Business Day means a day that is not a Saturday, Sunday or public holiday in Hong Kong.

If the Application Lists do not open and close on 15 September 2006, the dates mentioned in the section headed “Expected timetable of the Share Offer” in this prospectus and the related Application Forms and other dates mentioned in this prospectus (including, without limitation, the latest time for the exercise of termination rights under the Underwriting Agreement) may be affected. A press announcement will be made on the GEM website at www.hkgem.com.

9. CIRCUMSTANCES IN WHICH YOU WILL NOT BE ALLOCATED THE PUBLIC OFFER SHARES

Full details of the circumstances in which you will not be allotted Public Offer Shares are set out in Application Forms, and you should read them carefully. You should note in particular the following situations in which Public Offer Shares will not be allotted to you:-

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

If your application is revoked

By depositing an Application Form or submitting **Electronic Application Instructions**, you agree that your application or the application made by HKSCC on your behalf may not be revoked before Monday, 18 September 2006. This agreement will take effect as a collateral contract with us, and will become binding when you lodge your Application Form or submit your **Electronic Application Instructions** and an application has been made by HKSCC Nominees on your behalf. This collateral contract will be in consideration of the Company agreeing that it will not offer any Public Offer Shares to any person until after the expiration of the fifth day after closing of the Application Lists except by means of one of the procedures referred to in this prospectus.

Your application or the application made by HKSCC Nominees on your behalf may only be revoked after the expiration of the 5th day after the opening of the Application Lists if a person responsible for this prospectus under section 40 of the Companies Ordinance (as applied by section 342E of the Companies Ordinance) gives a public notice under that section which excludes or limits the responsibility of that person for this prospectus.

If any supplement to this prospectus is issued, applicants who have already submitted an application may or may not (depending on the information contained in the supplement) be notified that they can withdraw their applications. If applicants have not been so notified, or if applicants have been notified but have not withdrawn their applications in accordance with the procedure to be notified, all applications that have been submitted will remain valid and may be accepted. Subject to the above, an application once made is irrevocable and applicants shall be deemed to have applied on the basis of this prospectus as supplemented.

For the avoidance of doubt, the Company and all other parties involved in Share Offer acknowledge that each CCASS Participant who gives, or causes to give, **Electronic Application Instructions** is a person who may be entitled to compensation under section 40 of the Companies Ordinance (as applied by section 342E of the Companies Ordinance).

If your application or the application made by HKSCC Nominees on your behalf has been accepted, it cannot be revoked or withdrawn. For this purpose, acceptance of applications which are not rejected will be constituted by notification in the press of the results of allotment, and where such basis of allotment is subject to certain conditions or provides for allocation by ballot, such acceptance will be subject to the satisfaction of such conditions or results of the ballot respectively.

At the full discretion of us or our agents

The Company and its agents have full discretion to reject or accept any application, or to accept only part of an application, and do not have to give any reason for any rejection or acceptance.

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

If your application is rejected

Your application will be rejected if:–

- it is a multiple application or a suspected multiple application;
- your Application Form is not filled in correctly in accordance with the instructions thereon;
- your payment is not made correctly;
- you pay by cheque or banker's cashier order and the cheque or banker's cashier order is dishonoured on its first presentation;
- you or the person for whose benefit you are applying have applied for or taken up or indicated an interest for or have received or have been or will be placed or allocated (including conditionally and/or provisionally) the Placing Shares; or
- we believe that by accepting your application, we would violate the applicable securities or other laws, rules or regulations of the jurisdiction in which your application is, or is suspected to have been, completed and/or signed or of any other jurisdiction.

If your application is not accepted

Your application (including the part of an application made by HKSCC Nominees acting upon **Electronic Application Instructions**) will not be accepted if either:–

- the Underwriting Agreement does not become unconditional; or
- the Underwriting Agreement is terminated in accordance with its respective terms; or
- no agreement has been reached on the Offer Price on the Price Determination Date.

If the allotment of the Public Offer Shares is void

The allotment of the Public Offer Shares to you or to HKSCC Nominees (if you give **Electronic Application Instructions** or apply by a **YELLOW** Application Form) will be void if the Listing Committee does not grant permission to list the Shares either:–

- within three weeks from the closing of the Applications Lists; or
- within a longer period of up to six weeks if the Listing Committee notifies us of that longer period within three weeks of the closing of the Application Lists.

10. PUBLICATION OF RESULTS OF THE PUBLIC OFFER

The Company expects to publish the final Offer Price, indication of the level of interest in the Placing, results of applications under the Public Offer and the basis of allotment of the Public Offer Shares and the Hong Kong Identity Card/ passport/ Hong Kong Business Registration members of successful applicants on Friday, 22 September 2006 on the GEM website at *www.hkgem.com*.

11. SHARES WILL BE ELIGIBLE FOR ADMISSION INTO CCASS

If the Listing Committee grants the listing of, and permission to deal in, the H Shares to be issued/converted as mentioned in this prospectus on GEM and the Company complies with the stock admission requirements of HKSCC, the Shares will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the date of commencement of dealing in the Shares on GEM or any other date as determined by HKSCC. Settlement of transactions between participants of the Stock Exchange is required to take place in CCASS on the second Business Day after any trading day. Investors should seek the advice of their stockbroker(s) or other professional adviser(s) for details of those settlement arrangements as such arrangements will affect their rights and interests.

All activities under CCASS are subject to the General Rules of CCASS and the CCASS Operational Procedures in effect from time to time.

All necessary arrangements have been made for the H Shares to be admitted into CCASS.

12. DESPATCH/COLLECTION OF H SHARE CERTIFICATES AND REFUND OF APPLICATION MONEY

No temporary document of title will be issued in respect of the Shares. No receipt will be issued for sums paid on application.

H Share certificates will only become valid certificates of title when the Share Offer has become unconditional in all respects and the Underwriting Agreement has not been terminated in accordance with its terms, which is expected to be at 8:00 a.m. (Hong Kong time) on the Listing Date.

Your application monies, or an appropriate portion thereof, together with the related brokerage fee, Stock Exchange trading fee, the SFC transaction levy, will be refunded, **WITHOUT INTEREST** if:—

- your application is rejected, not accepted or only accepted in part;
- the Offer Price as finally determined is less than the maximum indicative Offer Price;
- the conditions of the Share Offer are not fulfilled in accordance with the section headed “Structure and conditions of the Share Offer” in this prospectus;

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

- any application is revoked or any allocation pursuant thereto has become void; or
- any of the reasons set forth under “Circumstances in which you will not be allocated the Public Offer Shares”.

It is intended that special efforts will be made to avoid any undue delay in refunding application monies where appropriate.

Pursuant to a measure to improve security as agreed and adopted by The Hong Kong Association of Banks, the Hong Kong Monetary Authority, the Federation of Share Registrars and the SFC with effect from 9 August 2004, refund cheques will be printed with part of your Hong Kong identity card number or passport number. For joint applicants, the identity information of the first-named applicant will be printed. When a refund cheque is presented to a bank, the bank will cross-check both the name and the printed part of the Hong Kong identity card or passport number of the payee shown on the cheque against the bank’s own record on the information of the account holder. If there is a discrepancy, the bank might request other proof of identity or take other steps for verification. If the bank is unable to be satisfied with the identity of the payee, the bank might reject the deposit of the refund cheque concerned. You are therefore advised to ensure that your identification numbers are accurately filled in on your application form to avoid delay in cashing your refund cheques. A cheque deposit might be rejected if you fail to fill in correct identity information. When in doubt, you should enquire with the Share Registrar.

If you have given **Electronic Application Instructions**, your refunds (if any) will be credited to your designated bank account (if you are applying as a CCASS Investor Participant) or the designated bank account of the designated CCASS Participant through which you are applying (if you are applying through a CCASS Broker/Custodian Participant) on Friday, 22 September 2006. If you have instructed your designated CCASS Participant (other than CCASS Investor Participant) to give **Electronic Application Instructions** on your behalf, you can check the amount of refund (if any) payable to you with that designated CCASS Participant. If you have applied as CCASS Investor Participant, you can check the amount of refund (if any) payable to you via the CCASS Phone System and CCASS Internet System (under the procedures contained in HKSCC’s “An Operating Guide for Investor Participants” in effect from time to time) on Friday, 22 September 2006 or in the activity statement made available to you by HKSCC immediately after the credit of refund monies to your bank account.

You will receive one H Share certificate for all the Public Offer Shares issued to you under the Public Offer (except pursuant to applications made on **YELLOW** Application Forms or by **Electronic Application Instructions** where Share certificates will be deposited into CCASS as described below under “Deposit of Share certificates into CCASS”).

Subject to the provisions mentioned below, in due course there will be sent to you by ordinary post, at your own risk to the address specified on your Application Form:–

- for applicants on **WHITE** Application Forms: (i) Share certificate for all the Public Offer Shares applied for, if the application is wholly successful; or (ii) Share certificate for the number of Public Offer Shares successfully applied for, if the application is partially successful; and/or

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

- for applicants on **WHITE** or **YELLOW** Application Forms, a refund cheque crossed “Account Payee Only” in favour of the applicant (or, in the case of joint applicants, the first-named applicant) for: (i) the surplus application monies for the Public Offer Shares unsuccessfully applied for, if the application is partially unsuccessful; or (ii) all the application monies, if the application is wholly unsuccessful; and/or (iii) the difference between the Offer Price as determined and the maximum indicative Offer Price upon application in the event that the Offer Price is less than the application, in each case including related brokerage fee at the rate of 1.0%, the Stock Exchange trading fee of 0.005%, and the SFC transaction levy of 0.005%, **WITHOUT INTEREST**. Part of your Hong Kong identity card number/passport number, or, if you are joint applicants, part of the Hong Kong identity card number/passport number of the first-named applicant, provided by you may be printed on your refund cheque, if any. Such data would also be transferred to a third party for refund purpose. Your banker may require verification of your Hong Kong identity card number/passport number before encashment of your refund cheque. Inaccurate completion of your Hong Kong identity card number/passport number may lead to delay in encashment of or may invalidate your refund cheque.

In a contingency situation involving a very high level of over-subscription, at the discretion of our Company and the Global Coordinator, applications for certain small denominations of the Public Offer Shares may be eliminated in a pre-balloting. In such circumstances, the cheques or banker’s cashier orders accompanying such applications on the Application Forms will not be presented for clearing.

Subject as mentioned below, refund cheques (if any) and H Share certificates for successful applicants under **WHITE** Application Form is expected to be posted on Friday, 22 September 2006. The Company reserve the right to retain any H Share certificates and any surplus application monies pending clearance of cheque(s) or banker’s cashier order(s).

If you are applying for 1,000,000 Public Offer Shares or more on a **WHITE** or **YELLOW** Application Form and have indicated your intention on your Application Form to collect your refund cheque (where applicable) and/or (for applicants using **WHITE** Application Forms) H Share certificate (where applicable) from the Hong Kong share registrar, Computershare Hong Kong Investor Services Limited, and have provided all information required by your Application Form, you may collect (where applicable) your refund cheque and/or (where applicable) H Share certificate from the office of the Company’s Hong Kong share registrar and transfer office, Computershare Hong Kong Investor Services Limited of Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Hong Kong from 9:00 a.m. to 1:00 p.m. on Friday, 22 September 2006 or any other date notified by us in the newspapers as the date of despatch of H Share certificates/refund cheques. If you are an individual who opts for collection in person, you must not authorise any other person to make collection on your behalf. If you are a corporate applicant which opts for collection in person, the authorised representative bearing a letter of authorisation from your corporation stamped with your corporation’s chop must be presented for collection. Both individuals and authorised representatives (if applicable) must produce, at the time of collection, evidence of identity acceptable to the Company’s Hong Kong share registrar and transfer office. If you do not collect your H Share certificate and/or refund cheque, they will be despatched promptly to you by ordinary post to the address as specified in your Application Form at your own risk.

HOW TO APPLY FOR THE PUBLIC OFFER SHARES

If you have applied for less than 1,000,000 Public Offer Shares or if you have applied for 1,000,000 Public Offer Shares or more on a **WHITE** or **YELLOW** Application Form but have not indicated in your Application Form that you wish to collect your H Share certificate and/or refund cheque in person, your H Share certificate (if applying by using a **WHITE** Application Form) and/or refund cheque (if applicable) will be sent to the address on your Application Form on Friday, 22 September 2006 or any other date notified by us in the newspapers as the date of despatch of H Share certificates/refund cheques by ordinary post and at your own risk.

Deposit of Share certificates into CCASS

If you apply for the Public Offer Shares using a **YELLOW** Application Form or by giving **Electronic Application Instructions**, and your application is wholly or partially successful, your Share certificates will be issued in the name of HKSCC Nominees and deposited into CCASS for credit to your CCASS Investor Participant's stock account or the stock account of your designated CCASS Participant as instructed by you at the close of business on Friday, 22 September 2006, or under contingent situation, on any other date as shall be determined by HKSCC or HKSCC Nominees.

If you are applying through a designated CCASS Participant (other than a CCASS Investor Participant), you can check the number of the Public Offer Shares allotted to you with that CCASS Participant.

The Company expects to publish the application results of CCASS Investor Participants using **YELLOW** Application Form and the application results of CCASS Participants applying by giving **Electronic Application Instructions** (and where the CCASS Participant is a broker or custodian, we shall include information relating to the beneficial owner, the Hong Kong identity card numbers, passport numbers or other identification code (Hong Kong business registration number for corporations), if supplied) on Friday, 22 September 2006. You should check the announcement published by us and report any discrepancies to HKSCC before 5:00 p.m. on Friday, 22 September 2006 or such other date as shall be determined by HKSCC or HKSCC Nominees. CCASS Investor Participants applying by giving **Electronic Application Instructions** can also check the result of application via the CCASS Phone System and CCASS Internet System (under the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time) on Friday, 22 September 2006.

If you are applying as a CCASS Investor Participant, you can check your new account balance via the CCASS Phone System and CCASS Internet System immediately after the credit of the Public Offer Shares to your stock account. HKSCC will also make available to you an activity statement showing the number of Public Offer Shares credited to your stock account.

13. BOARD LOT

H Shares will be traded in board lots of 1,000 H Shares. The stock code for the Shares on GEM is 8245.