

FUND RAISING ACTIVITIES CONDUCTED BY THE COMPANY DURING THE TRACK RECORD PERIOD AND UP TO THE LATEST PRACTICABLE DATE

Fund raising activities conducted by the Company during the Track Record Period and up to the Latest Practicable Date

During the Track Record Period and up to the Latest Practicable Date, the Company has raised fund by means of the following issues:

Financial year ended/ending	Announcement date	Description	Net proceeds raised <i>HK\$ million</i> <i>(Approximate)</i>	Basis to issue and allot new Shares <i>(e.g. general mandate)</i>	Reason for opting for the relevant financing method
31 December 2004	18 March 2004	1-for-1 rights issue at the subscription price of HK\$0.27 per Share	101.87	Approved by the Shareholders at a special general meeting held on 23 April 2004	To strengthen the capital base of the Company
	16 August 2004	1. Issue of a Convertible Loan Note to ARTAR	40.50	General mandate granted by the Shareholders at the annual general meeting held on 17 May 2004	To strengthen the funding support and capital base of the Group
		2. Placing of 132,000,000 Shares at HK\$0.27 per Share to CIGL	35.64	Approved by the Shareholders at a special general meeting held on 20 September 2004	
		Total	<u>178.01</u>		
31 December 2005	22 September 2005	1. Top-up placement of 145,000,000 Shares at a price of HK\$0.40 per Share to CIGL	57.80	General mandate granted by the Shareholders at the annual general meeting held on 30 May 2005	To raise fund to pay the deposit for the acquisition of Netfield Group of online game business under the agreement dated 15 September 2005
		2. Placing of 155,000,000 Shares at HK\$0.40 per Share to various Independent Third Parties	61.90	Approved by the Shareholders at a special general meeting held on 20 December 2005	To raise fund to pay the balance of the consideration for the acquisition of Netfield Group of online game business under the agreement dated 15 September 2005
		3. Subscription of 120,000,000 Shares by CIGL at HK\$0.40 per Share	48.00	Approved by the Shareholders at a special general meeting held on 20 December 2005	To enable CIGL to remain as the controlling shareholder of the Company
		Total	<u>167.70</u>		
31 December 2007	2 October 2007	2 for 5 rights issue at the subscription price of HK\$0.40 per Share	<u>236.00</u>	Approved by the Board on 27 September 2007	To strengthen the capital base of the Company

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Use of proceeds

The funds raised during the year ended 31 December 2004 were mainly used for (i) expanding share margin finance portfolio and facilitating corresponding growth in the securities brokerage business which is in line with the market development as well as (ii) the general working capital of the Group, being purposes of the fund raising activities set out in the relevant circulars of the Company.

With regard to the funds raised during the year ended 31 December 2005, approximately HK\$110 million was utilised for the settlement of the consideration payable for the acquisition of the Netfield Group, approximately HK\$30 million was utilised as the operating capital of the Netfield Group and the balance of approximately HK\$27.7 million was utilised as the general working capital of the Group, being purposes of the fund raising activities set out in the relevant circulars of the Company.

The funds raised in 2007 will be applied for (i) expanding share margin finance portfolio and facilitating correspondingly growth in the securities brokerage business which is in line with the market development as well as (ii) the general working capital of the Group.