



TRADEeasy
first quarterly report 2008

HIGHLIGHTS

- Revenue for the three months ended 30 June 2008 amounted to HK\$8,484,000 as compared to HK\$10,992,000 for the corresponding period in 2007.
- Loss for the three months ended 30 June 2008 amounted to HK\$1,445,000 as compared to the loss of HK\$612,000 for the corresponding period in 2007.
- Loss per share attributable to ordinary equity holders of the Company for the three months ended 30 June 2008 amounted to HK0.11 cent as compared to loss per share of HK0.06 cent for the corresponding period in 2007.
- The Board does not recommend the payment of any dividend for the three months ended 30 June 2008.

UNAUDITED CONDENSED CONSOLIDATED FIRST QUARTERLY RESULTS FOR THE THREE MONTHS ENDED 30 JUNE 2008

The board of directors (the "Board") of Tradeeasy Holdings Limited (the "Company") is pleased to announce that the unaudited condensed consolidated first quarterly results of the Company and its subsidiaries (collectively referred to as the "Group" or "Tradeeasy") for the three months ended 30 June 2008, together with the comparative unaudited figures for the corresponding period in 2007, are as follows:

		Three months ended 30 June	
	<i>Notes</i>	2008 (Unaudited) HK\$'000	2007 (Unaudited) HK\$'000
REVENUE	2	8,484	10,992
Cost of sales		(6,227)	(7,387)
Gross profit		2,257	3,605
Other income and gains		313	384
Selling and distribution costs		(671)	(679)
General and administrative expenses		(2,880)	(3,383)
Advertising and promotion expenses		(468)	(544)
Other expenses		(137)	(19)
Share of profits and losses of associates		141	24
LOSS BEFORE TAX		(1,445)	(612)
Tax	3	-	-
LOSS FOR THE PERIOD		(1,445)	(612)
Attributable to:			
Equity holders of the parent		(1,323)	(510)
Minority interests		(122)	(102)
		(1,445)	(612)
DIVIDEND	4	-	-
LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	5		
Basic		HK(0.11) cent	HK(0.06) cent
Diluted		NA	NA

Notes:

1. Basis of preparation and consolidation

The unaudited condensed consolidated quarterly results have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") (which also include the Hong Kong Accounting Standards ("HKASs") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants, accounting principles generally accepted in Hong Kong and the disclosure requirements of the GEM Listing Rules. They have been prepared under the historical cost convention. These unaudited condensed consolidated quarterly results are presented in Hong Kong dollars and all values are rounded to the nearest thousand except when otherwise indicated.

The accounting policies and methods of computation adopted are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 March 2008. The unaudited condensed consolidated quarterly results of the Group for the three months ended 30 June 2008 have been reviewed by the Company's audit committee (the "Audit Committee").

2. Revenue

Revenue, which is also the Group's turnover, represents the value of services rendered during the three-month period under review.

An analysis of revenue is as follows:

	Three months ended	
	30 June	
	2008	2007
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Integrated marketing solution services	2,092	3,012
ASP services	3,564	4,624
Technical consultancy services	2,828	3,356
	8,484	10,992

3. Tax

No provision for Hong Kong profits tax has been made as the Group either did not generate any assessable profits arising in Hong Kong during the period (2007: Nil) or had available tax losses brought forward from prior years to offset the assessable profits generated during the period (2007: Nil). Taxes 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, interpretations and practices in respect thereof.

4. Dividend

No dividend has been paid or declared by the Company or any of its subsidiaries during the three months ended 30 June 2008 (2007: Nil).

5. Loss per share attributable to ordinary equity holders of the parent

The calculation of basic loss per share attributable to ordinary equity holders of the parent for the three months ended 30 June 2008 is based on the loss attributable to ordinary equity holders of the parent for the three months ended 30 June 2008 of HK\$1,323,000 (2007: HK\$510,000) and the weighted average number of 1,205,676,473 ordinary shares in issue (2007: 994,075,923 ordinary shares) during the period.

The calculation of basic loss per share is based on:

	Three months ended 30 June 2008 (Unaudited)	2007 (Unaudited)
Loss		
Loss attributable to ordinary equity holders of the parent	(HK\$1,323,000)	(HK\$510,000)
Shares		
Weighted average number of ordinary shares in issue during the period	1,205,676,473	994,075,923

Diluted loss per share amounts for the three months ended 30 June 2008 and 2007 have not been disclosed, as the share options outstanding during these periods had an anti-dilutive effect on the basic loss per share amounts for these periods.

6. Movement in reserves

	Attributable to equity holders of the parent							
	Share premium account (Unaudited) HK\$'000	Contributed surplus (Unaudited) HK\$'000	Share option reserve (Unaudited) HK\$'000	Exchange fluctuation reserve (Unaudited) HK\$'000	Accumulated losses (Unaudited) HK\$'000	Total (Unaudited) HK\$'000	Minority Interests (Unaudited) HK\$'000	Total (Unaudited) HK\$'000
At 1 April 2007	32,634	66,710	2,582	(8)	(88,347)	13,571	(51)	13,520
Exchange realignment	-	-	-	(2)	-	(2)	-	(2)
Loss for the period	-	-	-	-	(510)	(510)	(102)	(612)
At 30 June 2007	32,634	66,710	2,582	(10)	(88,857)	13,059	(153)	12,906
At 1 April 2008	75,006	66,710	1,605	169	(97,450)	46,040	(4)	46,036
Issue of new shares upon exercise of share options	1,615	-	(651)	-	-	964	-	964
Exchange realignment	-	-	-	(712)	-	(712)	-	(712)
Loss for the period	-	-	-	-	(1,323)	(1,323)	(122)	(1,445)
At 30 June 2008	76,621	66,710	954	(543)	(98,773)	44,969	(126)	44,843

BUSINESS REVIEW

The operating environment for the SME exporters in Mainland China has been increasingly difficult with the further raising in material costs and labour wages, introduction of the new PRC labour law as well as the ongoing appreciation of the Renminbi. As a result, most of these exporters took cautious promotional strategy and reduced their marketing related activities in order to control their overall operating costs.

Affected by the difficult operating environment and keen competition, the Group recorded an unaudited turnover of approximately HK\$8,484,000 for the three months ended 30 June 2008, a 22.8% decrease from approximately HK\$10,992,000 for the corresponding period of the previous year. Of the total unaudited turnover amount, HK\$2,092,000 or 24.7% was generated from provision of integrated marketing solution services, HK\$3,564,000 or 42.0% was generated from provision of ASP services and HK\$2,828,000 or 33.3% was generated from provision of technical consultancy services. For the three months ended 30 June 2008, the gross profit margin dropped to 26.6% (2007: 32.8%) with loss attributable to equity holders of the Company increased to HK\$1,323,000 (2007: loss of HK\$510,000).

As to the geographical segments, sales to the Hong Kong market for the three months ended 30 June 2008 decreased by approximately 25.9% to HK\$5,656,000 and that to the Mainland China market decreased by approximately 15.7% to HK\$2,828,000.

The second phase modification of the Company's new portal www.tradeeasy.com has been completed in May 2008. The new portal is more user-friendly in format. The search engine has been significantly enhanced which provides a more powerful searching tool to facilitate inquiries from buyers. The on-line B2B platform serves the purposes of trade leads generation and the off-line procurement meetings services provide face-to-face opportunities for business connections between buyers and sellers.

On 18 June 2008, the Company's shareholders approved the acquisition of the forestry project in Indonesia (the "Forestry Project") at the extraordinary general meeting of the Company. The Board is pleased to announce that the acquisition of the Forestry Projects was completed on 12 August 2008.

OUTLOOK

The business environment in the second half of year 2008 will remain difficult and full of challenges. The woes of the US economy and the production issues such as the shortage of labour in Guangdong province, the rise in labour costs and materials costs and the Renminbi appreciation will continue to affect the SME manufacturers in the Mainland China. The B2B business of the Group will inevitably suffer. The directors of the Company take the view that the future of the export business in the Mainland China is still optimistic. When the financial crisis in the US settles down, the Chinese manufacturers would come back for quality trade enabling B2B solutions. The Group started the on-line and off-line trading business about 2 years ago. The management of the Company believes that the trading business has good potential and will grow in the future.

The e-commerce business is still highly competitive. The Company is in the view that the acquisition of the Forestry Project will diversify the Group's business and it has the potential to expand into the high-growth forestry business. After the new business commences commercial operations, the assets, revenue and profitability of the Group will be substantially enhanced.

On 8 August 2008, the Company entered into a conditional sale and purchase agreement with an independent third party for the sale of the B2B business (the "Sale Transactions"). The Sale Transactions represent a good opportunity for the Group to dispose of the loss-making B2B business to a bigger B2B player in the PRC so that the Group can focus on redirect its resources into the trading business and the Forestry Project which the Directors believe have high-growth potential.

In view of the recent business development of the Company, the Board also proposes to change the name of the Company from "Tradeeasy Holdings Limited" to "CCT Resources Holdings Limited" and upon the name change becoming effective, the Chinese name of "中建資源集團有限公司" will be adopted to replace "易貿通集團有限公司" for identification purpose only.

Details of the disposal of the B2B business and the proposed change of company name were set out in the announcement of the Company dated 8 August 2008. The Sale Transactions are still pending, upon the issue of the circular, and are subject to other conditions precedent including approval by the shareholders of the Company.

Looking forward, we will continue to strengthen the skills and composition of our management team, enhance our products, seek for other potential investment opportunities and create value to our shareholders.

DIRECTORS' INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 June 2008, the Directors and the chief executive of the Company and/or any of their respective associates had the following interests and short positions in the shares, underlying shares and debentures of the Company and/or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO")), as recorded in the register required to be kept by the Company under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to Part XV of the SFO or Rule 5.46 of the GEM Listing Rules:

(a) Interests and short positions in the shares and the underlying shares of the share options of the Company as at 30 June 2008

- (i) Long positions in the shares of the Company:

Name of the Director	Number of the shares directly beneficially held	Approximate percentage of the Company's total issued share capital (%)
Mak Shiu Tong, Clement	19,344,000	1.59
Tam Ngai Hung, Terry	7,500,000	0.62
Fung Hoi Wing, Henry	550,000	0.05
Lau Ho Wai, Lucas	950,000	0.08
	28,344,000	2.34

DIRECTORS' INTERESTS IN SHARES AND UNDERLYING SHARES (Continued)**(a) Interests and short positions in the shares and the underlying shares of the share options of the Company as at 30 June 2008** (Continued)

(ii) Long positions in the underlying shares of the share options of the Company:

Name of the Director	Date of grant of share options	Exercise period of share options	Exercise price per share HK\$	Number of the share options outstanding	Number of the total underlying shares	Approximate percentage of the Company's total issued share capital (%)
Mak Shiu Tong, Clement	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	22,500,000	22,500,000	1.85
Tam Ngai Hung, Terry	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	18,000,000	18,000,000	1.48
Cheng Yuk Ching, Flora	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	5,000,000	5,000,000	0.41
William Donald Putt	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	5,000,000	5,000,000	0.41
				50,500,000	50,500,000	4.15

DIRECTORS' INTERESTS IN SHARES AND UNDERLYING SHARES *(Continued)*

(b) Interests and short positions in the shares and the underlying shares of the convertible bonds of an associated corporation – CCT Telecom as at 30 June 2008

(i) Long positions in the shares of CCT Telecom:

Name of the Director	Number of the shares beneficially held and nature of interest				Total	Approximate percentage of CCT Telecom's total issued share capital (%)
	Personal	Family	Corporate			
Mak Shiu Tong, Clement	715,652	–	238,283,758	238,999,410	29.98	
Tam Ngai Hung, Terry	500,000	–	–	500,000	0.06	
Cheng Yuk Ching, Flora <i>(Note)</i>	14,076,713	160,000	–	14,236,713	1.79	
William Donald Platt	591,500	–	–	591,500	0.07	

Note: Included in the shareholdings in which Ms. Cheng Yuk Ching, Flora was interested, 160,000 shares of CCT Telecom were held by the spouse of Ms. Cheng Yuk Ching, Flora, who is deemed to be interested in such shares under the provisions of Part XV of the SFO or Rule 5.46 of the GEM Listing Rules.

DIRECTORS' INTERESTS IN SHARES AND UNDERLYING SHARES (Continued)**(b) Interests and short positions in the shares and the underlying shares of the convertible bonds of an associated corporation – CCT Telecom as at 30 June 2008** (Continued)

- (ii) Long positions in the underlying shares of the convertible bonds of CCT Telecom:

Name of the Director	Description of equity derivatives	Notes	Number of the total underlying shares	Approximate percentage of CCT Telecom's total issued share capital
				(%)
Mak Shiu Tong, Clement	2010 convertible bonds	(1)	29,942,649	3.76
	2009 convertible bonds	(2)	26,548,672	3.33

Notes:(1) The 2010 convertible bonds with an outstanding principal amount of HK\$18,085,360 as at 30 June 2008, were issued by CCT Telecom to New Capital Industrial Limited (a company wholly-owned by Mr. Mak Shiu Tong, Clement and his family members) on 25 April 2005. The 2010 convertible bonds, due on 25 April 2010, are interest-free and convertible into the shares of CCT Telecom at the conversion price of HK\$0.604 per share of CCT Telecom (subject to adjustments according to the terms of the 2010 convertible bonds). The 2010 convertible bonds were subsequently converted into shares of CCT Telecom by New Capital Industrial Limited on 2 July 2008.

- (2) The 2009 convertible bonds with an outstanding principal amount of HK\$30,000,000 as at 30 June 2008, were issued by CCT Telecom to Capital Winner Investments Limited (a company wholly-owned by Mr. Mak Shiu Tong, Clement and his family members) on 23 June 2006. The 2009 convertible bonds, due on 23 June 2009, are interest-free and convertible into the shares of CCT Telecom at the conversion price of HK\$1.13 per share of CCT Telecom (subject to adjustments according to the terms of the 2009 convertible bonds). The 2009 convertible bonds were subsequently converted into shares of CCT Telecom by Capital Winner Investments Limited on 2 July 2008.

DIRECTORS' INTERESTS IN SHARES AND UNDERLYING SHARES *(Continued)***(c) Interests and short positions in the shares and the underlying shares of an associated corporation – CCT Tech International Limited (“CCT Tech”), a fellow subsidiary of the Company, as at 30 June 2008**

Long positions in the shares of CCT Tech:

Name of the Director	Nature of interest	Number of the shares held	Approximate percentage of CCT Tech's total issued share capital (%)
Mak Shiu Tong, Clement	Beneficial owner	120,000,000	0.18
Cheng Yuk Ching, Flora	Beneficial owner	18,000,000	0.03
Tam Ngai Hung, Terry	Beneficial owner	20,000,000	0.03

Save as disclosed above, as at 30 June 2008, none of the Directors and the chief executive of the Company and/or any of their respective associates had any interest and short position in the shares, underlying shares and debentures of the Company and/or any of its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to Part XV of the SFO or Rule 5.46 of the GEM Listing Rules.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed under the heading "Directors' Interests in Shares and Underlying Shares" above, at no time during the period were the Company, its holding companies or any of its subsidiaries or associated corporations, a party to any arrangement to enable the Directors (including their respective spouse and minor children under 18 years of age) to acquire benefits by means of the acquisition of the shares or underlying shares in, or debentures of, the Company or any of its associated corporations.

SUBSTANTIAL SHAREHOLDERS' INTERESTS IN SHARES

At 30 June 2008, the following persons had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO:

Long positions in the shares of the Company:

Name of the shareholder	Capacity and nature of interest	Number of the shares held	Approximate percentage of the Company's total issued share capital (%)
Manistar Enterprises Limited <i>(Note)</i>	Directly beneficially owned	643,364,070	52.96
CCT Telecom <i>(Note)</i>	Through a controlled corporation	643,364,070	52.96

Note: The shares are held by Manistar Enterprises Limited, which is wholly-owned by CCT Telecom.

Save as disclosed above, as at 30 June 2008, there were no other persons who had an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

SHARE OPTION SCHEME

The Company operates the share option scheme (the "Scheme") for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group's operations. The Scheme was approved by the then sole shareholder of the Company on 20 February 2002 by way of a written resolution. The Board may, at its discretion, offer options to any full-time or part-time employee or director of any member of the Group, and any consultant of or adviser to any member of the Group (the "Participant(s)") to subscribe for shares of the Company. The Scheme became effective on 7 March 2002 and shall be valid and effective for a period of 10 years from that date, subject to early termination by the Company in a general meeting or by the Board.

The maximum number of shares which may be issued upon the exercise of all outstanding options granted and yet to be exercised under the Scheme must not exceed 30% of the shares in issue from time to time.

The maximum number of shares available for issue under options which may be granted under the Scheme adopted by the Company must not in aggregate exceed 10% of the shares in issue. The maximum number of shares issued and to be issued upon exercise of the options granted and to be granted to each Participant (including both exercised and outstanding options) in any 12-month period up to the date of grant must not exceed 1% of the shares in issue at the date of grant. Any further grant of options in excess of the above limit must be subject to shareholders' approval of the Company with such Participant and his associates (as defined in the GEM Listing Rules) abstaining from voting.

If options are granted to a connected person (as defined in the GEM Listing Rules) or his associates, the granting of such options will be subject to all the Company's independent non-executive directors' ("INED(s)") (excluding the Company's INED(s) who is/are the grantee(s)) approval; where options are proposed to be granted to a connected person who is also a substantial shareholder or INED of the Company or any of their respective associates which will result in the total number of shares issued and to be issued upon exercise of the options granted or to be granted (including options exercised, cancelled and outstanding) to such person under the Scheme in the past 12-month period up to and including the date of such grant: (1) exceeding 0.1% of the total issued shares for the time being; and (2) having an aggregate value, based on the closing price of the shares at the date of each grant, in excess of HK\$5,000,000, the granting of such options will be subject to approval of the independent shareholders of the Company taken on a poll. All connected persons will abstain from voting (except that any connected person may vote against the resolution).

SHARE OPTION SCHEME *(Continued)*

Upon acceptance of the option, the grantee shall pay HK\$1 to the Company as consideration for the grant. The option will be offered for acceptance for a period of 28 days (or such shorter period as the Board may from time to time determine) from the date on which the option is granted. The exercise period of the options granted is determinable by the Directors and commences after a certain vesting period and ends on a date which is not later than ten years from the date of the offer of the option or the expiry date of the Scheme, if earlier.

The subscription price of a share in respect of any particular option granted under the Scheme shall be such price as the Board in its absolute discretion shall determine, save that such price shall be the highest of: (i) the closing price of the shares as stated in the Stock Exchange's daily quotation sheet on the date of the option grant, which must be a business day; (ii) the average of the closing prices of the shares as stated in the Stock Exchange's daily quotation sheets on the five business days immediately preceding the date of the option grant; and (iii) the nominal value of a share.

Share options do not confer rights on the holders to dividends or to vote at shareholders' meetings.

On 27 July 2006, a grant of 117,850,000 options beyond the limit under the Scheme was duly passed by the shareholders at the extraordinary general meeting. Upon the grant of 117,850,000 options, the aggregate number of options in issue and outstanding will be 12.14% of the 971,000,000 shares in issue on the date of grant and did not exceed the overall limit of 30% of the shares in issue.

SHARE OPTION SCHEME (Continued)

Details of the movements of share options under the Scheme during the three months ended 30 June 2008:

Name or category of participant	At 1 April 2008	Number of share options			At 30 June 2008	Date of grant of share options	Exercise period of share options [†]	Exercise price of share options ^{**} HK\$ per share	Price of the Company's
		Granted during the period	Lapsed during the period	Exercised during the period					shares at grant date of options ^{**††} HK\$ per share
Directors									
Mak Shiu Tong, Clement	45,000,000	-	-	(22,500,000)	22,500,000	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	0.041
Tam Ngai Hung, Terry	28,000,000	-	-	(10,000,000)	18,000,000	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	0.041
Cheng Yuk Ching, Flora	5,000,000	-	-	-	5,000,000	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	0.041
William Donald Putt	5,000,000	-	-	-	5,000,000	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	0.041
Lam Kin Kau, Mark	950,000	-	-	(950,000)	-	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	0.041
Lau Ho Wai, Lucas	950,000	-	-	(950,000)	-	14 Aug 2006	14 Aug 2006 to 13 Aug 2011	0.038	0.041
	84,900,000	-	-	(34,400,000)	50,500,000				
Others									
In aggregate	20,000,000	-	(20,000,000)	-	-	22 Apr 2003	23 Jun 2003 to 22 Jun 2008	0.037	-
	20,000,000	-	(20,000,000)	-	-				
	104,900,000	-	(20,000,000)	(34,400,000)	50,500,000				

Notes to the reconciliation of share options outstanding as at 30 June 2008:

- * The vesting period of the share options is from the date of the grant until the commencement of the exercise period.
- ** The exercise price of the share options is subject to adjustment in the case of rights or bonus issues, or other similar changes in the Company's share capital.
- *** The price of the Company's shares disclosed as at the date of the grant of the share options is the Stock Exchange closing price on the trading day immediately prior to the date of the grant of the options.

SHARE OPTION SCHEME *(Continued)*

The 34,400,000 share options exercised during the period resulted in the new issue of 34,400,000 shares and new share capital of HK\$344,000 and share premium of HK\$963,200 (before the share issue expenses).

As at 30 June 2008, the Company had 50,500,000 share options outstanding under the Scheme. The exercise in full of the remaining share options would, under the present capital structure of the Company, result in the issue of 50,500,000 additional ordinary shares of the Company and additional share capital of approximately HK\$505,000 and share premium of approximately HK\$1,414,000 (before the share issue expenses).

At the date of approval of these unaudited condensed consolidated quarterly results, no share options were further exercised subsequent to the balance sheet date. As a result, the Company had 50,500,000 share options outstanding under the Scheme, which represented approximately 4.16% of the Company's shares in issue as at that date.

PURCHASE, SALES OR REDEMPTION OF LISTED SHARES OF THE COMPANY

Neither the Company, nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed shares during the period under review.

AUDIT COMMITTEE

The Company has established an audit committee (the "Audit Committee") in 2001 with specific written terms of reference formulated in accordance with the requirements of the GEM Listing Rules. The primary duties of the Audit Committee are to ensure the objectivity and credibility of the Company's financial reporting and internal control procedures as well as to maintain an appropriate relationship with the external auditors of the Company.

During the period ended 30 June 2008, the Audit Committee consisted of three members comprising the three INEDs, namely Messrs. Lam Kin Kau, Mark, Fung Hoi Wing, Henry and Lau Ho Wai, Lucas. The chairman of the Audit Committee is elected by the members who are present in the meeting. All members of the Audit Committee hold the relevant industry or legal, accounting and financial experience necessary to advise on the Board's strategies and other related matters. All members of the Audit Committee have complete and unrestricted access to the external auditors and all employees of the Company.

The Audit Committee is mainly responsible for (i) reviewing the Company's quarterly results, half-yearly results and annual financial statements and making recommendations as to the approval of the Company's quarterly results, half-yearly results and annual financial statements by the Board; (ii) reviewing and making recommendations to the Board on the appointment, re-appointment and removal of the external auditors and the terms of engagement including the remuneration of the external auditors; (iii) discussing with the external auditors the nature and scope of the audit; (iv) monitoring and assessing the independence and objectivity of the external auditors and the effectiveness of the audit process in accordance with applicable standard; (v) reviewing and monitoring financial reporting and the reporting judgement contained in them; and (vi) reviewing financial and internal control, accounting policies and practices with management of the Group, internal and external auditors of the Company.

The Audit Committee has reviewed the Group's unaudited condensed consolidated results for the three months ended 30 June 2008, and confirmed that the preparation of such complied with the applicable accounting principles and practices adopted by the Company, the requirements of the Stock Exchange and adequate disclosures had been made.

BOARD OF DIRECTORS

As at the date of this report, the Directors are:

Executive Directors:

Mr. Mak Shiu Tong, Clement (*Chairman & Chief Executive Officer*)

Mr. Tam Ngai Hung, Terry

Ms. Cheng Yuk Ching, Flora

Dr. William Donald Putt

Independent Non-Executive Directors:

Mr. Lam Kin Kau, Mark

Mr. Fung Hoi Wing, Henry

Mr. Lau Ho Wai, Lucas

By Order of the Board of
TRADEEASY HOLDINGS LIMITED
Mak Shiu Tong, Clement
Chairman

Hong Kong, 12 August 2008