

## INTERIM DIVIDEND

The Board of Directors (the “Board”) has resolved to declare an interim dividend of HK0.7 cents per share for the six months ended 30 June 2006 (Six months ended 30 June 2005: HK1.3 cents). Dividend cheques will be dispatched by mail on or about 13 October 2006 to shareholders whose names are registered in the register of members on 6 October 2006.

## CLOSURE OF REGISTER OF MEMBERS

The register of members of Kwang Sung Electronics H.K. Co. Limited (the “Company”) will be closed from 3 October 2006 to 6 October 2006, both dates inclusive, during which period, no transfer of shares will be effected. In order to qualify for the interim dividend, all properly completed transfer forms accompanied by the relevant share certificates must be lodged with the Company’s share registrar, Standard Registrars Limited, at Level 25, Three Pacific Place, 1 Queen’s Road East, Hong Kong not later than 4:00 p.m. on 29 September 2006.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Financial Review

During the review period, turnover from the Company and its subsidiary (the “Group”) major products such as tuner modules for home audios and portable devices dropped. The declining demand for analog products at the unfolding of the digital era was the cause of the drop, despite satisfactory growth in turnover of tuner modules for car audios. As a result, the Group’s turnover for the period under review was HK\$270,374,000, a slight decrease of HK\$12,199,000 or 4.3% against the HK\$282,573,000 in the corresponding period last year.

## 中期股息

董事會(「董事會」)議決宣派截至二零零六年六月三十日止六個月中期股息每股0.7港仙(截至二零零五年六月三十日止六個月：1.3港仙)。股息支票將約於二零零六年十月十三日郵寄予於二零零六年十月六日名列股東名冊之股東。

## 暫停辦理股份過戶登記

光星電子香港有限公司(「本公司」)將於二零零六年十月三日至二零零六年十月六日(包括首尾兩天)暫停辦理股東登記，期間不會辦理任何股份過戶登記手續。為符合資格收取中期股息，所有辦妥之過戶文件連同有關股票，最遲須於二零零六年九月廿九日下午四時正前送達本公司之股份過戶登記處標準證券登記有限公司，地址為香港皇后大道東1號太古廣場3座25樓。

## 管理層討論及分析

### 財務回顧

於回顧期內，本公司及其附屬公司(「本集團」)的主要產品(如家用音響調諧器模組及可攜式裝置調諧器模組)的營業額下跌。此主要由於目前正處於邁向數碼時代的過渡時期，市場對類比產品的需求日漸下降所致。然而，汽車音響調諧器模組的營業額仍錄得滿意的增長。因此，本集團於回顧期內的營業額較去年同期的282,573,000港元輕微下降12,199,000港元或4.3%至270,374,000港元。