



China Wireless Technologies Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2369)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2005

HIGHLIGHTS

- Achieved a turnover of HK\$172 million, representing an increase of 69% over the same period of the previous year
- Attained a profit attributable to shareholders of HK\$33 million, representing an increase of 94% over the corresponding period in 2004
- Net profit margin reached 19.0%, representing an increase of 2.5% over the corresponding period in 2004
- Earnings per share reached HK\$0.08, representing an increase of 33% over the same period of the previous year
- The Directors resolved to pay an interim dividend of HK\$0.01 per share for the six months ended 30 June 2005

The board (“Board”) of directors (“Directors”) of China Wireless Technologies Limited (the “Company”) is pleased to present the unaudited interim results of the Company and its subsidiaries (collectively the “Group”) for the six months ended 30 June 2005, together with the unaudited comparative figures for the same period of 2004.

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

	<i>Notes</i>	The six months ended	
		2005	2004
		Unaudited	Unaudited
		<i>HK\$000</i>	<i>HK\$000</i>
TURNOVER	4	172,396	102,046
Cost of sales		<u>108,249</u>	<u>64,955</u>
Gross profit		64,147	37,091
Other revenue	4	4,079	1,928
Selling and distribution costs		16,564	9,165
Administrative expenses		10,518	9,061
Other operating expenses		<u>860</u>	<u>260</u>
Profit from operating activities		40,284	20,533
Finance costs	6	1,815	1,085
Share of losses of an associate		<u>—</u>	<u>—</u>
PROFIT BEFORE TAX		38,469	19,448
TAX	7	<u>5,843</u>	<u>2,592</u>
PROFIT FOR THE PERIOD		<u><u>32,626</u></u>	<u><u>16,856</u></u>
EARNINGS PER SHARE	9		
— Basic (HK\$)		<u><u>0.08</u></u>	<u><u>0.06</u></u>
DIVIDEND			
Proposed dividend	8	4,000	—

CONDENSED CONSOLIDATED BALANCE SHEET

	30 June 2005 (Unaudited) HK\$'000	31 December 2004 (Audited) HK\$'000
NON-CURRENT ASSETS		
Fixed assets	32,916	32,256
Investment property	—	—
Interest in an associate	—	—
Product development costs	16,201	7,229
	49,117	39,485
CURRENT ASSETS		
Inventories	33,521	28,559
Trade receivables	142,851	105,016
Prepayments, deposits and other receivables	122,396	96,644
Tax prepaid	—	—
Due from related companies	—	258
Due from directors	78	1,094
Pledged time deposit	24,828	29,890
Cash and bank balances	47,595	80,352
	371,269	341,813

	The six months ended	
	30 June	31 December
	2005	2004
	(Unaudited)	(Audited)
	HK\$000	HK\$000
CURRENT LIABILITIES		
Bank and other loans	44,177	56,396
Trade payables	27,591	16,122
Notes payables	9,020	13,192
Accrued liabilities and other payables	81,564	67,937
Tax payable	17,192	11,350
Due to related companies	—	—
Due to the directors	15	100
	<u>179,559</u>	<u>165,097</u>
NET CURRENT ASSETS	<u>191,710</u>	<u>176,716</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>240,827</u>	<u>216,201</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	1,191	1,191
	239,636	215,010
REPRESENTED BY:		
Paid-in capital	4,000	4,000
Reserves	231,636	203,010
Proposed dividend	4,000	8,000
	<u>239,636</u>	<u>215,010</u>
Shareholders' equity	<u>239,636</u>	<u>215,010</u>

NOTES TO FINANCIAL STATEMENTS

1. Basis of preparation

The interim financial statements have been prepared in accordance with the applicable disclosure requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules"), Hong Kong Accounting Standard ("HKAS") 34 "Interim financial reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

The interim financial statements contain condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that is significant to facilitate an understanding of the changes in financial position and performance of the Group since the 2004 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for the full financial statements prepared in accordance with Hong Kong Financial Reporting Standards.

The interim financial statements are unaudited, but have been reviewed by the Audit Committee of the Company.

2. Summary of significant accounting policies

The condensed consolidated financial statements are prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting”. The accounting policies and basis of presentation adopted in the preparation of the interim financial statements are the same as those used in the annual financial statements for the year ended 31 December 2004, except in relation to the following new and revised Hong Kong Financial Reporting Standard (“HKFRS”) that affect the Group and are adopted for the first time for the current period’s financial statements:

Hong Kong Financial Reporting Standard (“HKFRS”) 2 — Share based Payment

In prior periods, no recognition and measurement of share-based transactions in which employees of the Group (including the Directors) were granted share options over shares in the Company was required until such options were exercised by employees, at which time the share capital and share premium were credited with the proceeds received.

Upon the adoption of HKFRS 2, when employees (including Directors) render services as consideration for equity instruments (“equity-settled transactions”), the cost of the equity-settled transactions with the employees is measured by reference to the fair value at the date at which the instruments are granted. The fair value is determined by an external valuer using a binomial model.

In valuing equity-settled transactions, no account is taken of any performance conditions, other than conditions linked to the price of the shares of the Company, if applicable.

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the relevant employees become fully entitled to the award (the “vesting date”). The cumulative expense recognised for equity-settled transactions at each balance sheet date until the vesting date reflects the extent to which the vesting period has expired and the Group’s best estimate of the number of equity instruments that will ultimately vest. The charge or credit to the income statement for a period represents the movement in cumulative expense recognised as at the beginning and end of that period.

No expense is recognised for awards that do not ultimately vest, except for awards where vesting are conditional upon a market condition, which are treated as vesting irrespective of whether or not the market condition is satisfied, provided that all other performance conditions are satisfied.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of earnings per share.

3. Segment information

Segment information is presented by way of the Group’s primary segment reporting basis, by business segment. In determining the Group’s geographical segments, revenues are attributed to the segments based on the location of the customers, and assets are attributed to the segments based on the location of the assets. No further geographical segment information is presented as over 90% of the Group’s revenue is derived from customers based in the People’s Republic of China (“PRC”). The Group’s customers and operations are located in the PRC.

The Group’s operating businesses are structured and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers products and services which are subject to risks and returns that are different from those of the other business segments in the PRC market. Summary details of the business segments are as follows:

- (a) the wireless system solutions segment enables network operators to extend and enhance the transmission quality of their telecommunication networks and support their telecommunication services with management functions and user interface that can provide value-added services to subscribers;

- (b) the wireless terminals segment consists of the provision of one-way wireless information receivers currently offered in the form of PDA, fixed wireless terminals mainly for commercial use in office or retail stores and smart phones which integrate the functionalities of mobile phones and PDAs with other wireless applications such as e-mail and Internet connection and browsing.

	The six months ended	
	30 June	
	2005	2004
	(unaudited)	(unaudited)
	HK\$'000	HK\$'000
Segment revenue		
Wireless system solutions	12,012	15,593
Wireless terminals	160,384	86,453
	<u>172,396</u>	<u>102,046</u>
Consolidated revenue		
Segment net profit		
Wireless system solutions	4,762	10,494
Wireless terminals	41,636	15,659
	<u>46,398</u>	<u>26,153</u>
Unallocated corporate expenses	(6,114)	(5,620)
Profit from operating activities	40,284	20,533
Finance costs net	(1,815)	(1,085)
Share of profits/(Losses) of associates	<u>—</u>	<u>—</u>
Profit before tax	38,469	19,448
tax	(5,843)	(2,592)
Profit after tax	32,626	16,856
Minority interests	<u>—</u>	<u>—</u>
Net profit attributable to shareholders	32,626	16,856

4. Turnover and other revenue

Turnover represents the net invoiced value of goods sold and services rendered during the period under review, after allowances for returns and trade discounts and net of sales tax and value-added tax. All significant intra-group transactions have been eliminated on consolidation.

An analysis of turnover and other revenue is as follows:

	The six months ended 30 June	
	2005 (Unaudited) HK\$'000	2004 (Unaudited) HK\$'000
Turnover		
Sale of wireless system solutions and wireless terminals	<u>172,396</u>	<u>102,046</u>
Other revenue		
Gain on disposal of an associate	—	1,011
Rental income	146	146
Interest income	538	61
Government grants and subsidies	3,235	416
Maintenance income	75	53
Sundry income	<u>85</u>	<u>241</u>
	<u>4,079</u>	<u>1,928</u>
	<u>176,475</u>	<u>103,974</u>

5. Profits from operating activities

The Group's profits from operating activities are arrived at after charging/(crediting):

	The six months ended 30 June	
	2005 (Unaudited) HK\$'000	2004 (Unaudited) HK\$'000
Cost of inventories sold and services provided	108,249	64,955
Depreciation	1,258	1,288
Research and development costs:		
Deferred expenditure amortised	731	615
Current year expenditure	3,204	2,806
Operating lease rental	52	52
Write-back of provision for trade receivables	—	(7)
Provision for other receivables	—	—
Loss on disposal of fixed assets	—	92
Auditors' remuneration	600	600
Staff costs (including directors' and senior executives' emoluments)		
Salaries and wages	10,610	9,006
Staff welfare expenses	639	528
Pension scheme contributions	<u>746</u>	<u>607</u>
Total staff costs	<u>11,995</u>	<u>10,141</u>
Rental income	(146)	(146)
Interest income	(538)	(61)
Gain on disposal of an associate	—	(1,011)

6. Finance costs

	The six months ended	
	30 June	
	2005	2004
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Interest expense on:		
Amount due to a director	—	—
Bank loans wholly repayable within one year	1,815	1,085
Discounted notes receivable	—	—
	<u>1,815</u>	<u>1,085</u>

7. Tax

No provision for Hong Kong profits tax has been made (Six months ended 30 June 2004: Nil) as the Group did not generate any assessable profits arising in Hong Kong during the period under review. 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.

	The six months ended	
	30 June	
	2005	2004
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Current year provision:		
Hong Kong	—	—
PRC	5,843	2,592
	<u>5,843</u>	<u>2,592</u>
Total tax charge for the period	<u>5,843</u>	<u>2,592</u>

According to the Income Tax Law of the PRC for Foreign Investment Enterprises and Foreign Enterprises and as approved by relevant tax authorities, Yulong Computer Telecommunications Scientific (Shenzhen) Co., Ltd. (“Shenzhen Yulong”), a wholly-owned subsidiary of the Company operating in PRC, which is qualified as a high-technology enterprise and operates in Shenzhen, was exempted from corporate income tax of the PRC for the two years starting from the first profitable year of operations and was entitled to a 50% relief from the corporate income tax of the PRC for the following six years. The first profitable year of operations of Shenzhen Yulong was 1996. An income tax rate of 15% was applied for the six months ended 30 June 2005.

A reconciliation of the tax expense applicable to profits before tax using the statutory rates for the countries in which the Company and its subsidiaries are domiciled to the tax expense at the effective tax rates, and a reconciliation of the applicable rates to the effective tax rates, are as follows:

	The six months ended	
	30 June	
	2005	2004
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Profit before tax	<u>38,469</u>	<u>19,448</u>
Tax at the applicable tax rate (June 2005: 15%, June 2004: 15%)	5,770	2,917
Expenses not deductible for tax	73	—
Income not subject to tax	—	(325)
	<u>5,843</u>	<u>2,592</u>
Tax charge at the Group’s effective rate (June 2005: 15.2%, June 2004: 13.3%)	<u>5,843</u>	<u>2,592</u>

8. Dividend

The Directors resolved to an interim dividend of HK\$0.01 per share in respect of the six months ended 30 June 2005 to shareholders whose names appear on the register of members of the Company by close of business on 15 September 2005. (Six months ended 30 June 2004: Nil). For this purpose the register of members of the Company will be closed from 12 to 15 September 2005 (both days inclusive) during which no transfer of shares will be effected.

9. Earnings per share

The calculation of basic earnings per share for the report period is based on the profit from ordinary activities attributable to shareholders of HK\$32,626,000 and the weighted average number of 400,000,000 ordinary shares in issue during the report period.

No diluted earnings per share amounts for the six months ended 30 June 2005 have been presented as the Company did not have any dilutive potential ordinary shares during the report period.

MANAGEMENT DISCUSSION & ANALYSIS

Financial Review

Turnover

For the six months ended 30 June 2005, the Group accomplished a turnover of HK\$172,396,000, representing a growth of 68.9% over that of the same period of 2004. The increase was the result of a shift of business focus of the Group to smartphone products in response to market demand, which led to a large increase in smartphone sales from HK\$63,875,000 in 2004 to HK\$160,384,000 in 2005. During the period under review, over 45,000 units of smartphone have been sold, which number is comparable to the 2004 full year sales figures.

In terms of revenue mix, during the period under review, turnover from smartphones accounted for 93% of the Group's turnover, as compared with 63% for the corresponding period in 2004. Contribution from sales of wireless coverage system decreased from 11% for the six months ended 30 June 2004 to 4% over the corresponding period in 2005, and turnover from integrated telecom business platform increased by about HK\$1 million compared with that of the corresponding period of 2004, but representing a slight decrease of 1% in the revenue mix in 2005 in view of the strong growth in overall turnover of the Group. The Group ceased the sales of other terminal products for the six months ended 30 June 2005, which sales have accounted for 14% of the turnover for the same period in 2004, for the following reasons: (1) the fixed wireless terminal market in the PRC is vanishing; and (2) a shift of the Group's business focuses to the smartphone market.

	The six months ended 30 June			
	2005		2004	
	<i>HK\$'000</i>	<i>% of turnover</i>	<i>HK\$'000</i>	<i>% of turnover</i>
Wireless System solutions				
PHS Intelligent Coverage System	7,488	4%	11,894	11%
Paging system	—	—	54	0%
Integrated Telecom Business Platform	<u>4,524</u>	<u>3%</u>	<u>3,645</u>	<u>4%</u>
Subtotal	<u>12,012</u>	<u>7%</u>	<u>15,593</u>	<u>15%</u>
Wireless terminals				
Smartphones	160,384	93%	63,875	63%
Fixed wireless terminals	—	—	22,500	22%
One-way wireless terminals	<u>—</u>	<u>—</u>	<u>78</u>	<u>0%</u>
Subtotal	<u>160,384</u>	<u>93%</u>	<u>86,453</u>	<u>85%</u>
Total	<u>172,396</u>		<u>102,046</u>	

Gross Profit

The Group's gross profit increased by 72.9% from HK\$37,091,000 for the six months ended 30 June 2004 to HK\$64,147,000 for the corresponding period in 2005. The gross profit margin for the period under review also increased to 37.2%, as compared to 36.3% in the corresponding period in 2004. The increase was mainly attributable to a greater proportion of revenue from smartphones, which offers a higher gross profit margin compared to the fixed wireless terminals products.

Net Profit

For the six months ended 30 June 2005, the Group recorded a net profit of HK\$32,626,000, representing an increase of 94% over the corresponding period of in 2004. The net profit margin raised from 16.5% for the six months ended 30 June 2004 to 19.0% for the corresponding period in 2005. The major reasons for such increase during the period under review include: (1) economy of scale resulting from the enlarged operations of the Group which lead to a lower average cost of sales; (2) the Group effectively adopted measures to improve administrative efficiency and to control administrative cost. As a result, the proportion of administrative expenses to turnover decreased by 3% in the first half of 2005 as compared to the corresponding period in 2004.

Selling and distribution costs

Selling and marketing expenses increased by 81% from HK\$9,165,000 for the six months ended 30 June 2004 to HK\$16,564,000 for the corresponding period in 2005. Such increase principally reflected the stepping up of promotional and advertising activities for the Group's smartphones products and the "Coolpad" brand name, the higher staff costs as the marketing staff force was enlarged, and the extended distribution network.

Administrative expenses

Administrative expenses increased by 15% from HK\$9,061,000 for the six months ended 30 June 2004 to HK\$10,518,000 for the same period in 2005. The increase was mainly attributable to higher research and development expenses as the Group enlarged the research and development staff force specialising in smartphones, PHS and 3G.

Tax

For the six months ended 30 June 2005, the Group's profit tax charge amounted to HK\$5,843,000, as compared to HK\$2,592,000 in the same period in 2004. According to the Income Tax Law of the PRC for Foreign Investment Enterprise and Foreign Enterprises and as approved by relevant tax authorities, an income tax rate of 15% was applicable to the Group for the six months ended 30 June 2005, which is the same to that of the corresponding period of 2004.

Liquidity and financial resources

For the six months ended June 30, 2005, the Group's operating capital was mainly generated from cash from its daily operation and bank borrowings.

As at 30 June 2005, the Group had cash and bank balances of HK\$47,595,000, as compared to HK\$80,352,000 as at 31 December 2004.

As at 30 June 2005, the Group's total assets amounted to HK\$420,386,000 (2004: HK\$381,298,000) whereas the Group's current liabilities was HK\$179,559,000 (2004: HK\$165,097,000).

As at 30 June 2005, the Group had a gearing ratio of 43% (based on debt over total assets) (2004: 44%) and a current ratio of 2 (based on current assets over current liabilities) (2004: 2).

Contingent liabilities

As at June 30, 2005, the Group did not have any significant contingent liabilities.

Pledge of assets

As at 30 June 2005, approximately HK\$24,828,000 (2004: HK\$29,890,000) of the Group's bank deposits were pledged to secure general bank borrowings.

Business Review

As a leading wireless data total solutions developer and provider in the PRC, the Group offers innovative and customized products and solutions from back-end system to wireless intelligent terminal products to satisfy demands of various industries and different clients.

During the period under review, as the only domestic smartphone supplier to provide China Unicom with dual-mode smartphones, the Group delivered 30,000 units of "Coolpad 858" dual-mode smartphones to China Unicom.

The Group is currently undergoing development of new smartphone series with the Windows operating system and which are targeted to be launched to the market in October this year to satisfy customers' demands. In addition, the Group is actively exploring the corporate market. During the period under review, the Group entered into a distribution agreement with China Electronic Appliance Corporation ("CEAC"), under the China Electronics Corporation Group ("CEC"), one of the key electronic information products distributors in the PRC, pursuant to which the Group will supply 20,000 units of "Coolpad 858C" single-mode smartphones to CEAC.

During the report period, the Group achieved outstanding performances in serving the public security, aviation, securities, industrial and commercial sectors. Earlier this year, the Group delivered 6,000 units of "Coolpad 858C" smartphones to the Beijing Administration of Industry and Commerce ("BAIC"). Those smartphones were connected to BAIC's information system to form a real-time mobile information platform and provide real-time access to information relating to counterfeit/illegal merchandise and offer mobile office and other functionalities, greatly enhancing the BAIC's administrative efficiency. In addition, the Group has received a grant of RMB2 million from the Ministry of Information Industry ("MII") in recognition of its contribution in promoting the advancement of the information system of the PRC, supporting the Group's further research and development of propriety operating system.

Outlook

The smartphone market in the PRC started to take shape in 2000. Its total sales volume grew substantially between then and 2004, with a compound annual growth rate of 240%. According to the forecast by the China Center of Information Industry Development (“CCID”), sales of smartphones in the PRC between 2005 and 2008 will grow rapidly at a compound annual growth rate of 45%. Accordingly, the demand for smartphones with proprietary operating systems capable of supporting personalised and integrated solutions that meet specific customer requirements in different industries is expected to increase.

As the PRC government is expected to announce its policies on 3G in the foreseeable future, the Group also see the promising imminent prospects for its 3G wireless data total solutions. The Group has invested considerable resources into strengthening its 3G wireless data solutions and 3G network coverage, and developing its 3G multi-media data platform. Its objective is to equip itself with the capacity be able to launch integrated 3G solutions tailored for 3G terminal products, network systems and back-end systems to capture the market demand in time when the PRC commences 3G network development.

In 2005, the Group will further consolidate its harmonious business relationship with telecom operators in the PRC, strengthen its marketing network, expand the PRC market and broaden its industry client base. Following the first and highly successful contract with China Unicom for the supply of the “Coolpad 858” dual-mode smartphones, the Group has entered into a second contract with China Unicom for the supply of “Coolpad 858” dual-mode smartphones and delivery is scheduled in the second half of the year.

During the period under review, the Group has successfully launched smartphones series with propriety operating system, namely the Linuos operating system. In the second half of 2005, in addition to supplying such new smartphone series with Linuos operating system, the Group will also market 2 new models of Windows-based smartphones to diversify its customers base, targeting customers with demand for mobile office to provide real-time and handy wireless data total solutions. In line with the progress of development of the 3G network in the PRC, the Group will also launch 3G smartphone and 3G integrated solutions at the appropriate time.

Looking ahead, the Group will seek to maintain a healthy financial position, boost its existing market, aggressively develop innovative products and new markets, and launch system solutions to cater for the different needs of different industries and clients.

Use of Proceeds

The net proceeds from the listing of the Company on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”), as disclosed in the Company’s prospectus (“Prospectus”) dated 30 November 2004, after deducting estimated underwriting commission and issue expenses, were approximately HK\$70 million (equivalent to approximately RMB74 million), and were used largely as set out in the Prospectus. Details of the use of proceeds as at 30 June 2005 are as follows:

	<i>HK\$</i>
Balance as at 1 January 2005	70 million
Proceeds used during the period, including:	
For strengthening research and development capabilities	15 million
For the manufacturing and marketing of smartphones	25 million
For promotion of overall corporation image	9 million
For enhancing the Group’s network for sales and provision of customer support services	5 million
Balance as at 30 June 2005	16 million

The Company will continue to apply the remaining proceeds as stated in the Prospectus.

Foreign Exchange Exposure

During the reporting period, the Group's expenses, assets and liabilities were mainly denominated in Renminbi. Taking into account the Group's operation and capital needs, the Directors considered that the Group did not have any significant foreign exchange exposure.

Employees and Remuneration Policy

During the report period under review, staff cost amounted to HK\$11,995,000. The remuneration of the Group's employees is commensurate with their responsibilities and market levels, with discretionary bonuses given on a merit basis.

Significant Investments

There were no significant investments held by the Group as at 30 June 2005.

Material Acquisition and Disposals during the Year

There were no material acquisitions and disposals of the Company, its subsidiaries and associated companies as at 30 June 2005.

Purchase, redemption or sale of listed securities of the Company

During the period under review, neither the Company nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities.

Audit Committee

The audit committee ("Audit Committee") of the Company comprising three independent non-executive Directors, namely, Dr. Huang Dazhan, Mr. Xie Weixin and Mr. Chan King Chung, has reviewed the accounting principles and practices adopted by the Company and has discussed the auditing, internal control and financial reporting matters. The Audit Committee has reviewed the Group's unaudited financial statements for the six months ended 30 June 2005.

Code of Corporate Governance Practice

Throughout the period under review, except for code provisions A.2.1 (division of responsibilities between the chairman and chief executive officer), A.5.4 (establishment of written guidelines in respect of dealings in securities of relevant employees), B.1.1 (establishment of remuneration committee), B.1.3 (specified duties of remuneration committee), B.1.4 (making available of the terms of reference of the remuneration committee), C.3.3 (specified duties of the audit committee), C.3.4 (availability of the terms of reference of the audit committee), the Company has complied with the code provisions of the Code of Corporate Governance Practices as set out in Appendix 14 of the Listing Rules.

By order of the Board
China Wireless Technologies Limited
GUO Deying
Chairman

Hong Kong, 22 August 2005

As at the date of this announcement, the Board comprises two executive Directors, namely Mr. Guo Deying and Mr. Jiang Chao; two non-executive Directors, namely, Ms. Yang Xiao and Ms. Ma Dehui and three independent non-executive Directors, namely, Dr. Huang Dazhan, Mr. Xie Weixin and Mr. Chan King Chung.