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**TIGER TECH**

## **Tiger Tech Holdings Limited**

**老虎科技(控股)有限公司\***

*(Incorporated in Bermuda with limited liability)*

(Stock code: 8046)

### **SECOND QUARTERLY RESULTS FOR THE SIX MONTHS ENDED 31 DECEMBER 2005**

#### **CHARACTERISTICS OF THE GROWTH ENTERPRISE MARKET (“GEM”) OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)**

**GEM has been established as a market designed to accommodate companies to which a high investment risk may be attached. In particular, companies may list on GEM with neither a track record of profitability nor any obligation to forecast future profitability. Furthermore, there may be risks arising out of the emerging nature of companies listed on GEM and the business sectors or countries in which the companies operate. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.**

**Given the emerging nature of companies listed on GEM, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM. The principal means of information dissemination on GEM is publication on the Internet website operated by the Stock Exchange. Listed companies are not generally required to issue paid announcements in gazetted newspapers. Accordingly, prospective investors should note that they need to have access to GEM website at [www.hkgem.com](http://www.hkgem.com) in order to obtain up-to-date information on GEM-listed issuers.**

*This announcement, for which the directors of Tiger Tech Holdings Limited collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (the “GEM Listing Rules”) for the purpose of giving information with regard to Tiger Tech Holdings Limited. The directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) all opinions expressed in this announcement have been arrived at after due and careful consideration and found bases and assumption that are fair and reasonable.*

\* For identification purposes only

## HIGHLIGHTS

- The Group recorded a turnover of approximately HK\$5.1 million for the six months ended 31 December 2005, representing an increase of approximately HK\$2.9 million when compared with the same period in 2004.
- The Group recorded a loss attributable to shareholders of approximately HK\$0.6 million for the six months ended 31 December 2005.
- The Board of Directors does not recommend the payment of an interim dividend for the six months ended 31 December 2005.

## FINANCIAL INFORMATION

### Unaudited Consolidated Results

The Board (the “Board”) of Directors (the “Directors”) of Tiger Tech Holdings Limited (the “Company”) is pleased to announce the unaudited consolidated financial results of the Company and its subsidiaries (together, the “Group”) for the six months ended 31 December 2005 together with the comparative figures for the corresponding period ended in 2004 as follows:

### CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 31 December 2005

	Notes	For the three months ended 31 December		For the six months ended 31 December	
		2005 HK\$'000 (Unaudited)	2004 HK\$'000 (Unaudited)	2005 HK\$'000 (Unaudited)	2004 HK\$'000 (Unaudited)
<b>Turnover</b>	2	<b>2,698</b>	958	<b>5,062</b>	2,197
Other income		<b>261</b>	22	<b>261</b>	22
Changes in inventories		<b>486</b>	(1)	<b>486</b>	(266)
Purchase of merchandise		<b>(1,858)</b>	–	<b>(3,144)</b>	(714)
Sub-contracting charges		–	–	<b>(467)</b>	–
Employee benefits expense		<b>(402)</b>	(487)	<b>(868)</b>	(2,669)
Depreciation		<b>(103)</b>	(319)	<b>(239)</b>	(541)
Other operating expenses		<b>(990)</b>	(2,348)	<b>(1,667)</b>	(5,355)
<b>Profit (Loss) before taxation</b>	4	<b>92</b>	(2,175)	<b>(576)</b>	(7,326)
Taxation	5	–	–	–	–
<b>Profit (Loss) for the period and attributable to equity holders of the parent</b>		<b>92</b>	(2,175)	<b>(576)</b>	(7,326)
<b>Profit (Loss) per share</b>	6				
– Basic (HK cents)		<b>0.02</b>	(0.47)	<b>(0.12)</b>	(1.58)

# CONDENSED CONSOLIDATED BALANCE SHEET

		<b>31 December</b>	30 June
		<b>2005</b>	2005
	<i>Notes</i>	<b>HK\$'000</b>	<b>HK\$'000</b>
		<b>(Unaudited)</b>	<b>(Audited)</b>
<b>ASSETS AND LIABILITIES</b>			
<b>Non-current assets</b>			
Property, plant and equipment		<b>652</b>	881
Intangible assets		–	–
Goodwill		–	–
Investment securities		–	–
Interests in jointly controlled entities		–	–
		<u>652</u>	<u>881</u>
<b>Current assets</b>			
Inventories		<b>817</b>	331
Trade and other receivables	8	<b>5,521</b>	5,228
Bank balances and cash		<b>1,958</b>	4,269
		<u>8,296</u>	<u>9,828</u>
<b>Current liabilities</b>			
Trade and other payables		<b>2,160</b>	3,345
		<u>6,136</u>	<u>6,483</u>
<b>Net current assets</b>		<b>6,136</b>	6,483
<b>NET ASSETS</b>		<b><u>6,788</u></b>	<b><u>7,364</u></b>
<b>CAPITAL AND RESERVES ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>			
Issued capital		<b>4,650</b>	4,650
Reserves	9	<b>2,138</b>	2,714
		<u>6,788</u>	<u>7,364</u>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY***For the six months ended 31 December 2005*

	<b>Attributable to the equity holders of the parent</b>				
	<b>Issued capital</b>	<b>Share premium</b>	<b>Capital reserve</b>	<b>Accumulated losses</b>	<b>Total</b>
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
At 1 July 2004	4,650	36,850	(595)	(26,374)	14,531
Net loss for the period	–	–	–	(7,326)	(7,326)
At 31 December 2004	<u>4,650</u>	<u>36,850</u>	<u>(595)</u>	<u>(33,700)</u>	<u>7,205</u>
At 1 July 2005	4,650	36,850	(595)	(33,541)	7,364
Net loss for the period	–	–	–	(576)	(576)
At 31 December 2005	<u>4,650</u>	<u>36,850</u>	<u>(595)</u>	<u>(34,117)</u>	<u>6,788</u>

## CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	<b>For the six months ended 31 December</b>	
	<b>2005</b>	2004
	<b>HK\$'000</b>	HK\$'000
	<b>(Unaudited)</b>	(Unaudited)
Net cash used in operating activities	<b>(2,300)</b>	(5,901)
Net cash used in investing activities	<b>(11)</b>	(356)
Net cash from financing activities	<u>—</u>	<u>—</u>
Decrease in cash and cash equivalents	<b>(2,311)</b>	(6,257)
Cash and cash equivalents at beginning of period	<u><b>4,269</b></u>	<u>8,239</u>
Cash and cash equivalents at end of period, represented by bank balances and cash	<u><b>1,958</b></u>	<u>1,982</u>

# NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

*For the six months ended 31 December 2005*

## **1. GROUP REORGANISATION AND BASIS OF PREPARATION**

The Company was incorporated as an exempted company with limited liability in Bermuda on 9 September 2002 under the Company Act 1981 of Bermuda (as amended). Pursuant to a group reorganisation (the “Reorganisation”) to rationalise the group structure in preparation for the listing of the Company’s shares on the Growth Enterprise Market of the Stock Exchange of Hong Kong Limited (“GEM”), the Company became the holding company of the Group upon completion of the Reorganisation on 13 March 2003. The shares of the Company were listed on GEM on 16 April 2003.

The Group’s unaudited consolidated results have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRS”) (which also include Hong Kong Accounting Standards (“HKAS”) and interpretations) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), accounting principles generally accepted in Hong Kong and the disclosure requirements set out in Chapter 18 of the GEM Listing Rules. The accounting policies adopted are consistent with those set out in the annual financial statements for the year ended 30 June 2005. The condensed consolidated financial statements for the six months ended 31 December 2005 should be read in conjunction with the 2005 annual report.

In 2004, the HKICPA issued a number of new or revised Hong Kong Accounting Standards and Hong Kong Financial Reporting Standards (herein collectively referred to as “new HKFRSs”) which are effective for accounting periods beginning on or after 1 January 2005. The Group has adopted the new HKFRSs in the preparation of accounts for the period from 1 July 2005 onwards. The adoption of the new HKFRSs had no material impact on the Group’s results of operations and financial position.

The accounts are unaudited but have been reviewed by the Company’s audit committee.

## 2. TURNOVER AND REVENUE

The Company is an investment holding company. The Group is principally engaged in the provision of Enterprise Thin Client Solutions, Customised Thin Client Application Solutions and Cable Network Thin Client Solutions.

Turnover and revenue recognized by category are as follows:

	For the three months ended 31 December		For the six months ended 31 December	
	2005 <i>HK\$'000</i> (Unaudited)	2004 <i>HK\$'000</i> (Unaudited)	2005 <i>HK\$'000</i> (Unaudited)	2004 <i>HK\$'000</i> (Unaudited)
Enterprise Thin Client Solutions				
– Sales of goods	2,542	2	3,301	296
– Service income	–	–	220	–
– Royalty income	156	187	344	375
	<u>2,698</u>	<u>189</u>	<u>3,865</u>	<u>671</u>
Cable Network Thin Client Solutions				
– Sales of goods	–	–	625	757
– Service income	–	769	572	769
	<u>–</u>	<u>769</u>	<u>1,197</u>	<u>1,526</u>
	<u>2,698</u>	<u>958</u>	<u>5,062</u>	<u>2,197</u>

### 3. SEGMENT INFORMATION

Segment information is presented in respect of the Group's business and geographical segments. Business segment information is chosen as the primary reporting format because this is more relevant to the Group's internal financial reporting.

#### (a) Business segment

The Group comprises the following main business segments:

	Enterprise Thin Client Solutions		Cable Network Thin Client Solutions		Group	
	For the six months ended 31 December		For the six months ended 31 December		For the six months ended 31 December	
	2005	2004	2005	2004	2005	2004
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Segment turnover from external customers	<u>3,865</u>	<u>671</u>	<u>1,197</u>	<u>1,526</u>	<u>5,062</u>	<u>2,197</u>
Segment results	1,582	(1,995)	116	512	1,698	(1,483)
Unallocated income					261	22
Unallocated expenses					(2,535)	(5,865)
Loss from ordinary activities before taxation					(576)	(7,326)
Taxation					-	-
Loss for the period and attributable to equity holders of the parent					<u>(576)</u>	<u>(7,326)</u>
	Enterprise Thin Client Solutions		Cable Network Thin Client Solutions		Group	
	31 December	30 June	31 December	30 June	31 December	30 June
	2005	2005	2005	2005	2005	2005
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Assets						
Segment assets	4,231	3,922	1,234	1,289	5,465	5,211
Unallocated assets					3,483	5,498
Consolidated total assets					<u>8,948</u>	<u>10,709</u>
Liabilities						
Segment liabilities	1,371	504	-	752	1,371	1,256
Unallocated liabilities					789	2,089
Consolidated total liabilities					<u>2,160</u>	<u>3,345</u>

**(b) Geographical segment**

In presenting information on the basis of geographical segment, segment revenue is based on the geographical location of customers. Segment assets and capital expenditure are based on the geographical location of the assets.

	Revenue from external customers		Segment assets		Capital expenditure incurred	
	For the six months ended 31 December		31 December	30 June	For the six months ended 31 December	
	2005	2004	2005	2005	2005	2004
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)
Hong Kong	583	296	4,490	4,634	-	-
United Kingdom	567	-	567	-	-	-
USA	1,975	250	1,975	-	-	-
Singapore	114	125	-	-	-	-
PRC	1,197	1,526	1,547	4,911	-	356
Macau	626	-	369	1,164	-	-
	<u>5,062</u>	<u>2,197</u>	<u>8,948</u>	<u>10,709</u>	<u>-</u>	<u>356</u>

**4. LOSS BEFORE TAXATION**

	For the six months ended 31 December	
	2005	2004
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)

This is stated after charging:

Contributions to defined contribution plan (included in employee benefits expense)	24	30
Research and development costs in respect of: Hardware and design fee	-	2,400
Operating lease charges on premises	<u>723</u>	<u>716</u>

## 5. TAXATION

Hong Kong Profits Tax has not been provided as the Group incurred a loss for taxation purposes for the period.

PRC foreign enterprise income tax has not been provided as the PRC subsidiary incurred a loss for taxation purposes for the period.

## 6. LOSS PER SHARE

The calculation of basic loss per share for the six months ended 31 December 2005 is based on the Group's unaudited consolidated loss attributable to the equity holders of the parent for the six months ended 31 December 2005 of HK\$576,000 (2004: HK\$7,326,000) and weighted average number of 465,000,000 (2004: 465,000,000) ordinary shares in issue during the period.

No diluted loss per share has been presented for the six months ended 31 December 2005 as there were no potential ordinary shares.

## 7. DIVIDEND

The Directors do not recommend the payment of a dividend for the six months ended 31 December 2005 (2004: Nil).

## 8. TRADE AND OTHER RECEIVABLES

	<b>31 December 2005 HK\$'000 (Unaudited)</b>	30 June 2005 HK\$'000 (Audited)
<b>Trade receivables</b>		
From third parties	4,648	4,880
<b>Other receivables</b>		
Deposits, prepayments and other debtors	873	348
	<u>5,521</u>	<u>5,228</u>

The Group has no specific credit policy. However, the Group normally allows one to six months repayment period to its customers. Aging analysis of trade receivables is as follows:

	<b>31 December 2005 HK\$'000 (Unaudited)</b>	30 June 2005 HK\$'000 (Audited)
0 – 30 days	2,562	2,213
31 – 90 days	83	1,303
91 – 180 days	2,003	1,364
Over 180 days	–	–
	<u>4,648</u>	<u>4,880</u>

## 9. RESERVES

The movements in the reserves of the Group are as follows:

	<b>Share premium</b> <i>HK\$'000</i>	<b>Capital reserve</b> <i>HK\$'000</i>	<b>Accumulated losses</b> <i>HK\$'000</i>	<b>Total</b> <i>HK\$'000</i>
At 1 July 2004	36,850	(595)	(26,374)	9,881
Net loss for the period	—	—	(7,326)	(7,326)
At 31 December 2004	<u>36,850</u>	<u>(595)</u>	<u>(33,700)</u>	<u>2,555</u>
At 1 July 2005	36,850	(595)	(33,541)	2,714
Net loss for the period	—	—	(576)	(576)
At 31 December 2005	<u>36,850</u>	<u>(595)</u>	<u>(34,117)</u>	<u>2,138</u>

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

### **FINANCIAL REVIEW**

Turnover of the Group for the six months ended 31 December 2005 was approximately HK\$5.1 million, compared to the turnover of approximately HK\$2.2 million recorded in the first six months of 2004, representing an increase of HK\$2.9 million. The income of the period was mainly attributable from the sales of hardware and software products and the consultancy services in respect of enterprise thin client solutions and cable network thin client solutions provided to the local, PRC and USA customers.

For the period under review, the Group continued to implement a stringent cost control measures. As a result, employee benefits expense was reduced from approximately HK\$2.7 million to approximately HK\$0.9 million and other operating expenses were reduced from approximately HK\$5.4 million to approximately HK\$1.7 million.

Overall, net loss attributable to shareholders for the six months ended 31 December 2005 was approximately HK\$0.6 million, while net loss attributable to shareholders for last corresponding period was approximately HK\$7.3 million, representing a decrease of approximately HK\$6.7 million.

### **BUSINESS REVIEW AND OUTLOOK**

During the period under review, the Group continued to engage in the research, development, sales and implementation of Enterprise Thin Client Solutions, Customized Thin Client Application Solutions and Cable Network Thin Client Solutions. The Group provides its customers with thin client solutions by offering them one stop solution which included the design of the thin client network architecture, development and provision of operating and application software and hardware, system integration as well as consultation services.

Going forward, the Group understands that fierce competition in IT industry will have adverse impact on the future earnings and the Group's prospects. The Group must explore every possibility to broaden its business scope by extending its thin client solution to system applications in different industrial sectors. The Group has conducted some research revealing that it may have huge demand in Biomedical area. Two executive directors specializing in medical and biochemical areas have been invited to join the Group to strengthen its capability to drive the business towards this industry. The Group has confidence in its profitability growth in year 2006.

Besides, the Group will keep improving its performance through actively extending its income base, either by seeking new business opportunities and forming strategic alliance with other partners or through merger and acquisition.

### **LIQUIDITY AND FINANCIAL RESOURCES**

The Group primarily relies on the internal resources and the net proceeds from placing of the Company's shares as sources of funding for its operations. As at 31 December 2005, the Group's bank balances was approximately HK\$2 million (as at 30 June 2005: HK\$4.3 million).

The Group had no credit facilities and bank borrowing as at 31 December 2005.

## **CAPITAL STRUCTURE**

As at 31 December 2005, the Company's outstanding issued shares were 465,000,000. There has not been any change to the capital structure of the Company during the reporting period.

## **GEARING RATIO**

As at 31 December 2005, the gearing ratio of the Group based on total liabilities over total assets was approximately 0.24 (as at 30 June 2005: approximately 0.31).

## **FOREIGN EXCHANGE EXPOSURE**

During the period under review, the Group earned revenue and incurred costs and expenses mainly in Hong Kong dollars or United States dollars. As the exchange rate of United States dollars is officially pegged, no hedging or other alternatives have been implemented by the Group.

## **CHARGES ON GROUP ASSETS**

As at 31 December 2005, none of the Group's assets were pledged to secure any banking facilities.

## **CONTINGENT LIABILITIES**

As at 31 December 2005, the Group had no significant contingent liabilities.

## **ACQUISITIONS, DISPOSALS AND SIGNIFICANT INVESTMENT**

Neither the Company, nor any of its subsidiaries had any significant acquisitions, disposals and investment during the period.

## **FUTURE PLANS FOR INVESTMENTS OR CAPITAL ASSETS AND SOURCES OF FUNDING**

As at 31 December 2005, the Group had no future plans for material investments or capital assets.

## **EMPLOYEE INFORMATION**

As at 31 December 2005, the Group maintained similar level of employees. The total employees' remuneration for the six months ended 31 December 2005, including that of the Directors, amounted to approximately HK\$0.9 million (2004: HK\$2.7 million). The Group continues to provide remuneration package to employees according to market practices, their experience and performance. Other benefits include contribution of statutory mandatory provident fund for the employees and medical scheme. There has no major change on staff remuneration policies during the period.

## **DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS IN SHARES OR SHORT POSITION IN SHARES AND UNDERLYING SHARES**

As at 31 December 2005, the interests of the director or chief executives of the Company or their respective associates in shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which are required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO and required to be entered in the register maintained by the Company pursuant to section 352 of the SFO or which are required, pursuant to Rule 5.46 to 5.66 of the GEM Listing Rules relating to securities transactions by directors, to be notified to the Company and the Stock Exchange were as follows:

*Long position in shares of the Company:*

<b>Director</b>	<b>Personal interest</b>	<b>Family interest</b>	<b>Corporate interests</b>	<b>Total interests</b>	<b>Total interests as % of the issued share capital</b>
Mr. Tony Hoo	4,000,000	–	242,832,000 (Note)	246,832,000	53.08%
Mr. Chow Kwok Keung	2,000,000	–	–	2,000,000	0.4%

*Note:* These shares were held as to 42,832,000 shares by Bestmind Associates Limited, a company incorporated in the British Virgin Islands, as to 100,000,000 shares by Precision Assets Limited, a company incorporated in the British Virgin Islands, and as to 100,000,000 shares by Timepiece Associates Limited, a company incorporated in the British Virgin Islands. The entire issued share capital of each of Bestmind Associates Limited, Precision Assets Limited and Timepiece Associates Limited is directly wholly owned by Mr. Tony Hoo, who is also the sole director of each of these companies.

Save as disclosed above, as at 31 December 2005, none of the directors or chief executives or their respective associates had any personal, family, corporate or other interests or short position in the shares, underlying shares and debentures of the Company or any of its associated corporation as defined in Part XV of the SFO or which, pursuant to Rule 5.46 of the GEM Listing Rules, are required to be notified to the Company and the Stock Exchange.

## **DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES**

Apart from as disclosed under the heading "Directors' and chief executives' interests in shares or short positions in shares and underlying shares" above, at no time during the period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate granted to any director or their respective spouse or children under 18 years of age, or were any such rights exercised by them, or was the Company or any of its subsidiaries a party to any arrangement to enable the directors, their spouse or children under 18 years of age to acquire such rights in any other body corporate.

## INTEREST OR SHORT POSITION DISCLOSEABLE UNDER THE SFO AND SUBSTANTIAL SHAREHOLDERS

As at 31 December 2005, so far as was known to any directors or chief executives, the following interests of which would fall to be disclosed under Divisions 2 and 3 of Part XV of the SFO, or who were deemed to be directly or indirectly interested in 5% or more of the issued share capital of the Company, or which were recorded in register of interests required to be kept under Section 336 of the SFO or have otherwise notified to the Company were as follows:

*Long position in shares of the Company:*

<b>Name</b>	<b>Capacity</b>	<b>Number of shares</b>	<b>Percentage shareholding</b>
Bestmind Associates Limited (Note)	Beneficial owner	42,832,000	9.21%
Precision Assets Limited (Note)	Beneficial owner	100,000,000	21.51%
Timepiece Associates Limited (Note)	Beneficial owner	100,000,000	21.51%

*Note:* Bestmind Associates Limited, Precision Assets Limited and Timepiece Associates Limited are companies incorporated in the British Virgin Islands with limited liability. The entire issued share capital of each of Bestmind Associates Limited, Precision Assets Limited and Timepiece Associates Limited is directly wholly owned by Mr. Tony Hoo, who is also the sole director of each of these companies.

Saved as disclosed above, as at 31 December 2005, no person, other than the directors of the Company and chief executive of the Group, whose interests are set out in the section “Directors’ and chief executives’ interests in shares or short position in shares and underlying shares” above, had registered an interest or short position in the share capital, underlying shares and debentures of the Company that was required to be recorded pursuant to Section 336 of the SFO.

## SHARE OPTION SCHEME

The Company has adopted a Share Option Scheme. The principle terms and conditions of the Share Option Scheme are set out in the section “Summary of the terms of the Share Option Scheme” in Appendix IV of the Prospectus. As at 31 December 2005, none of the options is granted under the Share Option Scheme.

## COMPETING INTERESTS

None of the Directors, substantial shareholders, management shareholders of the Company or any of their respective associates (as defined in the GEM Listing Rules) is engaged in any business which competes or is likely to compete with the business of the Group and none of them has other conflicts of interests with the Group.

## **PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY**

Neither the Company, nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares during the six months ended 31 December 2005.

### **AUDIT COMMITTEE**

The Company has established an Audit Committee with written terms of reference in compliance with Rules 5.28 to 5.29 of the GEM Listing Rules. The Audit Committee comprises three independent non-executive directors, namely Mr. Kwok Ming Fai, Mr. Lam Nai Hung and Mr. Yu Kam Sing, Raymond. The Audited Committee is chaired by Mr. Kwok Ming Fai. The primary duties of the Audit Committee are to supervise the financial reporting process and internal control of the Company. The Audit Committee has reviewed the unaudited results of the Group for the six months ended 31 December 2005 and has provided advice and comment thereon.

### **CODE ON CORPORATE GOVERNANCE PRACTICES**

The Company is in the process of reviewing its corporate governance practices and will report in its third quarterly financial announcement on the compliance of the Code on Corporate Governance Practices as set out in Appendix 15 of the GEM Listing Rules.

### **CODE OF CONDUCT FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Company has adopted the code for securities transactions by Directors set out in Rules 5.48 to 5.67 of the GEM Listing Rules as its own code of conduct regarding securities transactions by Directors. The Company confirmed that, having made specific enquiry from all Directors, the Directors have complied with the required standard of dealings and its code of conduct regarding securities transactions by Directors for the six months ended 31 December 2005.

By Order of the Board  
**Tiger Tech Holdings Limited**  
**Tony Hoo**  
*Executive Director*

Hong Kong, 10 February 2006

*As at the date of this announcement, the Directors of the Company are as follows:*

*Executive directors: Mr. Lee Hai Chu (Chairman), Mr. Tony Hoo, Mr. Too Shu Wing and Dr. Frederick William De Jacma Jr.;*

*Independent non-executive directors: Mr. Kwok Ming Fai, Mr. Lam Nai Hung and Mr. Yu Kam Sing, Raymond.*

*This announcement will remain on the GEM website on the "Latest Company Announcement" page for at least 7 days from the date of its posting.*