



## TRASY GOLD EX LIMITED

### 卓施金網有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 08063)

#### ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2007

#### 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 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 the GEM website at [www.hkgem.com](http://www.hkgem.com) in order to obtain up-to-date information on GEM-listed issuers.

*The Stock Exchange takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

*This announcement, for which the directors (the “Directors”) of TRASY GOLD EX LIMITED (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “GEM Listing Rules”) for the purpose of giving information with regard to the Company. 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 are founded on bases and assumptions that are fair and reasonable.*

## GROUP RESULTS

The board of directors (the “Board”) of Trasy Gold Ex Limited (the “Company”) is pleased to announce that the annual consolidated results of the Company and its subsidiaries (collectively the “Group”) for the year ended 31 December 2007 together with the comparative audited figures for last financial year as follows:

### CONSOLIDATED INCOME STATEMENT

*For the year ended 31 December 2007*

	<i>Note</i>	<b>2007</b> <i>HK\$'000</i>	2006 <i>HK\$'000</i>
<b>Turnover</b>	4, 5	<b>187,610</b>	74,817
Cost of sales		<b>(170,148)</b>	(69,395)
<b>Gross profit</b>		<b>17,462</b>	5,422
Other revenue	4	<b>5,426</b>	3,794
Staff costs		<b>(9,425)</b>	(6,600)
Depreciation		<b>(195)</b>	(174)
Other administrative and operating expenses		<b>(4,358)</b>	(4,977)
Other expenses	6	<b>(7,255)</b>	(15)
<b>Profit/(loss) from operations</b>	7	<b>1,655</b>	(2,550)
Finance costs	8	<b>(2,548)</b>	(1,053)
Loss before income tax		<b>(893)</b>	(3,603)
Income tax	9	<b>–</b>	–
<b>Loss attributable to equity holders of the Company</b>	10	<b>(893)</b>	(3,603)
<b>Loss per share</b>	12	<i>HK cents</i>	<i>HK cents</i>
– basic and diluted		<b>(0.027)</b>	(0.130)

## CONSOLIDATED BALANCE SHEET

As at 31 December 2007

	<i>Note</i>	<b>2007</b> <i>HK\$'000</i>	2006 <i>HK\$'000</i>
<b>Non-current assets</b>			
Property, plant and equipment		<b>540</b>	612
Available-for-sale investments		<b>136</b>	136
Other assets		<b>250</b>	250
		<hr/> <b>926</b>	<hr/> 998
<b>Current assets</b>			
Trade and other receivables	13	<b>10,561</b>	9,418
Investments held for trading		<b>41,919</b>	2,570
Cash and cash equivalents		<b>224,987</b>	45,968
		<hr/> <b>277,467</b>	<hr/> 57,956
<b>Current liabilities</b>			
Trade and other payables	14	<b>8,169</b>	10,373
<b>Net current assets</b>		<hr/> <b>269,298</b>	<hr/> 47,583
<b>NET ASSETS</b>		<hr/> <b>270,224</b>	<hr/> 48,581
<b>Capital and reserves</b>			
Share capital	15	<b>39,944</b>	27,790
Reserves		<b>230,280</b>	20,791
<b>TOTAL EQUITY</b>		<hr/> <b>270,224</b>	<hr/> 48,581

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

*For the year ended 31 December 2007*

	Share capital <i>HK\$'000</i> <i>(note 15)</i>	Share premium <i>HK\$'000</i>	Merger reserve <i>HK\$'000</i>	Capital reserve <i>HK\$'000</i>	Accumulated losses <i>HK\$'000</i>	Total <i>HK\$'000</i>
1 January 2006	27,790	47,629	5,000	–	(28,235)	52,184
Loss for the year	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>(3,603)</u>	<u>(3,603)</u>
31 December 2006 and 1 January 2007	27,790	47,629	5,000	–	(31,838)	48,581
Issue of shares	12,150	214,820	–	–	–	226,970
Share issuance costs	–	(7,750)	–	–	–	(7,750)
Equity settled share-based transactions	–	–	–	3,222	–	3,222
Shares issued under share option scheme	4	97	–	(7)	–	94
Loss for the year	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>(893)</u>	<u>(893)</u>
<b>31 December 2007</b>	<b><u><u>39,944</u></u></b>	<b><u><u>254,796</u></u></b>	<b><u><u>5,000</u></u></b>	<b><u><u>3,215</u></u></b>	<b><u><u>(32,731)</u></u></b>	<b><u><u>270,224</u></u></b>

The merger reserve represents the difference between the net worth of the subsidiaries acquired over the value of the consideration shares in exchange pursuant to the Group reorganization completed on 31 March 2000.

*NOTES:*

**1. General information**

Trasy Gold Ex Limited (the “Company”) and its subsidiaries (collectively, the “Group”) are principally engaged in the provision and operation of an internet-based electronic trading system, precious metals contract trading and treasury investments.

The Company was incorporated in the Cayman Islands on 23 March 2000 as an exempted company with limited liability under the Companies Law (Revised) of the Cayman Islands. The shares of the Company have been listed on the Growth Enterprise Market (the “GEM”) of The Stock Exchange of Hong Kong Limited since 7 December 2000.

**2. Basis of preparation**

The consolidated financial information includes the financial statements of the Company and all its subsidiaries made up to 31 December.

The financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (HKFRSs), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (HKASs) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (HKICPA), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance, and the applicable disclosure provisions of the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited.

**3. Accounting policies**

The accounting policies and method of computation used in the preparation of the financial statements for the year ended 31 December 2007 are consistent with those used in the financial statements for the year ended 31 December 2006, except for the adoption of the new and revised HKFRSs as explained below.

*(a) Adoption of new and revised HKFRSs*

The following new standards, amendments to standards and interpretations are mandatory for the financial year ending 31 December 2007.

HKAS 1 (Amendment)	Presentation of Financial Statements: Capital Disclosures
HKFRS 7	Financial Instruments: Disclosures
HK(IFRIC) Int 7	Applying the Restatement Approach under HKAS29 Financial Reporting in Hyperinflationary Economies
HK(IFRIC) Int 8	Scope of HKFRS 2
HK(IFRIC) Int 9	Reassessment of Embedded Derivatives
HK(IFRIC) Int 10	Interim Financial Reporting and Impairment

The adoption of above standards and interpretations has no material impact on the consolidated financial statements.

(b) *Standards, amendments to standards and interpretations that have been issued but are not yet effective*

The following new standards, amendments to standards and interpretations have been issued but are not effective from the period beginning on 1 January 2007 and have not been early adopted.

HKAS 1 (revised)	Presentation of Financial Statements (effective from 1 January 2009)
HKAS 23 (revised)	Borrowing Costs (effective from 1 January 2009)
HKFRS 8	Operating Segments (effective from 1 January 2009)
HK(IFRIC) Int 11	HKFRS 2- Group and Treasury Share Transactions (effective from 1 March 2007)
HK(IFRIC) Int 12	Service Concession Arrangements (effective from 1 January 2008)
HK(IFRIC) Int 13	Customer Loyalty Programmes (effective from 1 July 2008)
HK(IFRIC) Int 14	HKAS 19- The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction (effective from 1 January 2008)

The Group anticipates that the adoption of these new standards and interpretations will not result in substantial changes to the Group's accounting policies.

**4. Turnover and other revenue**

Turnover arises from the provision and operation of an internet-based electronic trading system, precious metals contract trading and treasury investments.

	<b>The Group</b>	
	<b>2007</b>	<b>2006</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
<b>Turnover</b>		
Provision and operation of an internet-based electronic trading system	<b>5,538</b>	4,192
Precious metals contract trading	<b>(140)</b>	12
Treasury investments	<b>182,212</b>	70,613
	<b>187,610</b>	74,817
<b>Other revenue</b>		
Dividend income	<b>129</b>	65
Interest income	<b>4,877</b>	3,309
Miscellaneous income	<b>420</b>	420
	<b>5,426</b>	3,794
<b>Total revenue</b>	<b>193,036</b>	78,611

## 5. Segmental information

### *Primary reporting format – business segments*

For management purposes, the Group's operations are currently organized into three operating divisions, namely provision and operation of an internet-based electronic trading system, treasury investments and precious metals contract trading.

	Year ended 31 December 2007			Total HK\$'000
	Provision and operation of an internet-based electronic trading system HK\$'000	Treasury investments HK\$'000	Precious metals contract trading HK\$'000	
Turnover	5,538	182,212	(140)	187,610
Segment results	3,876	989	763	5,628
Unallocated corporate revenue				3,542
Unallocated corporate expenses				(7,515)
				1,655
Finance costs				(2,548)
Loss before income tax				(893)
Income tax				-
Loss for the year				(893)
<b>ASSETS</b>				
Segment assets	1,125	42,157	9,254	52,536
Unallocated corporate assets				225,857
Total assets				278,393
<b>LIABILITIES</b>				
Segment liabilities	-	6,756	22	6,778
Unallocated corporate liabilities				1,391
Total liabilities				8,169
Depreciation				
- Segmental	1	-	15	16
- Unallocated				179
				195
Capital expenditure				
- Segmental	-	-	-	-
- Unallocated				123
				123

Year ended 31 December 2006

	Provision and operation of an internet-based electronic trading system <i>HK\$'000</i>	Treasury investments <i>HK\$'000</i>	Precious metals contract trading <i>HK\$'000</i>	Total <i>HK\$'000</i>
Turnover	<u>4,192</u>	<u>70,613</u>	<u>12</u>	<u>74,817</u>
Segment results	<u>3,586</u>	<u>1,300</u>	<u>832</u>	5,718
Unallocated corporate revenue				2,662
Unallocated corporate expenses				(10,930)
				(2,550)
Finance costs				(1,053)
Loss before income tax				(3,603)
Income tax				-
Loss for the year				<u>(3,603)</u>
<b>ASSETS</b>				
Segment assets	<u>175</u>	<u>4,812</u>	<u>6,955</u>	11,942
Unallocated corporate assets				47,012
Total assets				<u>58,954</u>
<b>LIABILITIES</b>				
Segment liabilities	<u>-</u>	<u>-</u>	<u>8,021</u>	8,021
Unallocated corporate liabilities				2,352
Total liabilities				<u>10,373</u>
Depreciation				
- Segmental	<u>8</u>	<u>-</u>	<u>44</u>	52
- Unallocated				122
				<u>174</u>
Capital expenditure				
- Segmental	<u>-</u>	<u>-</u>	<u>68</u>	68
- Unallocated				13
				<u>81</u>



**Secondary reporting format – geographical segments**

No geographical segment analysis is presented for the years ended 31 December 2007 and 2006 as more than 90% of the Group's turnover, segment results and the location of assets are derived from or located in Hong Kong.

**6. Other expenses**

	<b>The Group</b>	
	<b>2007</b>	<b>2006</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
Net unrealized loss on precious metals contract trading	–	11
Net unrealized loss on investments in securities	<b>7,725</b>	4
	<b>7,725</b>	<b>15</b>

**7. Profit/(loss) from operations**

Profit/(loss) from operations is arrived at after charging:

	<b>The Group</b>	
	<b>2007</b>	<b>2006</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
Auditors' remuneration		
– current year provision	<b>562</b>	800
– prior year underprovision	–	128
Retirement scheme contributions		
– directors	<b>12</b>	13
– others	<b>95</b>	119
Salaries, wages and other benefits		
– directors' emoluments	<b>1,861</b>	2,529
– others	<b>3,668</b>	3,939
Termination benefits	<b>567</b>	–
Equity-settled share-based payment expenses	<b>3,222</b>	–
Depreciation	<b>195</b>	174
Operating lease rentals in respect of land and buildings	<b>448</b>	624
Loss on disposal of property, plant and equipment	–	3
	<b>–</b>	<b>3</b>

**8. Finance costs**

	<b>The Group</b>	
	<b>2007</b>	<b>2006</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
Interest on securities margin accounts	<b>1,614</b>	–
Interest on precious metals contract trading	<b>934</b>	1,053
	<b>2,548</b>	<b>1,053</b>

**9. Income tax**

No provision for Hong Kong profits tax has been made as the Company and its subsidiaries incurred tax losses or utilized tax losses brought forward from the previous year to offset against its estimated assessable profit for the year.

A reconciliation of taxation to loss before taxation is as follows: –

	<b>The Group</b>	
	<b>2007</b>	2006
	<b>HK\$'000</b>	<b>HK\$'000</b>
Loss before taxation	<b>(893)</b>	(3,603)
Notional tax at statutory rate of 17.5% (2006: 17.5%)	<b>(156)</b>	(631)
Tax effect of income that is not taxable in determining taxable profits	<b>(233)</b>	(414)
Tax effect of expenses that are not deductible in determining taxable profits	<b>621</b>	270
Tax effect of prior years' tax losses utilized	<b>(543)</b>	(278)
Tax effect of tax allowances over depreciation	<b>(1)</b>	(61)
Tax effect of unused tax losses not recognized	<b>312</b>	1,114
	<b>-</b>	-

**10. Loss attributable to equity holders of the Company**

The loss attributable to equity holders of the Company includes a loss of HK\$479,000 (2006: HK\$1,521,000) which has been dealt with in the financial statements of the Company.

**11. Dividend**

The board of directors resolved not to declare the payment of the dividend for the current year (2006: Nil).

**12. Loss per share**

**(a) Basic**

Basic loss per share is calculated by dividing the loss for the year by the weighted average number of ordinary shares in issue during the year.

	<b>2007</b>	2006
Loss for the year (HK\$'000)	<b>(893)</b>	(3,603)
Weighted average number of ordinary shares for the purpose of basic loss per share (thousand of shares)	<b>3,269,418</b>	2,779,000
Basic loss per share (HK cents)	<b>(0.027)</b>	(0.130)

(b) *Diluted*

Diluted loss per share is the same as there were no potential dilutive ordinary shares outstanding during the years.

13. Trade and other receivables

	<b>The Group</b>	
	<b>2007</b>	2006
	<b>HK\$'000</b>	<b>HK\$'000</b>
Trade receivable	<b>1,090</b>	2,616
Deposits in principals accounts	<b>9,073</b>	6,368
Deposits and prepayments	<b>398</b>	434
	<hr/>	<hr/>
	<b>10,561</b>	9,418
	<hr/> <hr/>	<hr/> <hr/>

An aging analysis of trade receivable is set out below:

	<b>The Group</b>	
	<b>2007</b>	2006
	<b>HK\$'000</b>	<b>HK\$'000</b>
0-30 days	<b>1,090</b>	2,616
31-60 days	–	–
61-90 days	–	–
Over 90 days	–	–
	<hr/>	<hr/>
	<b>1,090</b>	2,616
	<hr/> <hr/>	<hr/> <hr/>

The Group generally grants a credit period of 30 days to the principals and customers who have agreed to contribute tradable prices to the Group's trading platform.

14. Trade and other payables

	<b>The Group</b>	
	<b>2007</b>	2006
	<b>HK\$'000</b>	<b>HK\$'000</b>
Trade payable	<b>12</b>	26
Deposits received from customers	<b>6,767</b>	7,995
Accruals and other payables	<b>1,390</b>	2,352
	<hr/>	<hr/>
	<b>8,169</b>	10,373
	<hr/> <hr/>	<hr/> <hr/>

An aging analysis of trade payable is set out below:

	<b>The Group</b>	
	<b>2007</b>	2006
	<i>HK\$'000</i>	<i>HK\$'000</i>
0-30 days	–	–
31-60 days	–	2
61-90 days	–	12
Over 90 days	<b>12</b>	12
	<hr/>	<hr/>
	<b>12</b>	26
	<hr/> <hr/>	<hr/> <hr/>

## 15. Share capital

	2007		2006	
	<i>No. of shares</i>	<i>HK\$'000</i>	<i>No. of shares</i>	<i>HK\$'000</i>
<b>Authorized:</b>				
Ordinary shares of HK\$0.01 each	<b>180,000,000,000</b>	<b>1,800,000</b>	180,000,000,000	1,800,000
<b>Issued and fully paid:</b>				
At as 1 January	<b>2,779,000,000</b>	<b>27,790</b>	2,779,000,000	27,790
Issuance of shares	<b>1,215,000,000</b>	<b>12,150</b>	–	–
Shares issued under share option scheme	<b>410,000</b>	<b>4</b>	–	–
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December	<b>3,994,410,000</b>	<b>39,944</b>	2,779,000,000	27,790
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

On 22 June 2007, 550,000,000 ordinary shares were issued at HK\$0.200 per share for net consideration of approximately HK\$106.0 million. These shares rank pari passu in all respects with the shares in issue.

On 6 September 2007, 330,000,000 ordinary shares were issued at HK\$0.190 per share for net consideration of approximately HK\$60.4 million. These shares rank pari passu in all respects with the shares in issue.

On 21 September 2007, 335,000,000 ordinary shares were issued at HK\$0.162 per share for net consideration of approximately HK\$52.3 million. These shares rank pari passu in all respects with the shares in issue.

## 16. Subsequent event

On 12 February 2008, the Company issued and allotted 1,997,205,000 ordinary shares of HK\$0.01 each at a price of HK\$0.055 per share (the “Rights Share”) upon completion of the rights issue (the “Rights Issue”) on the basis of one Rights Share for every two shares held on 11 January 2008. The net proceeds of the Rights Issue are HK\$107.4 million. These shares rank pari passu in all respects with the shares in issue.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **FINANCIAL REVIEW**

The Group's turnover increased by 150.8% to HK\$187.6 million for the year ended 31 December 2007 from HK\$74.8 million for the year ended 31 December 2006. This increase was primarily due to the increase in turnover from treasury investments by 158.1% to HK\$182.2 million for the year ended 31 December 2007 from HK\$70.6 million for the year ended 31 December 2006. In addition, transaction fees earned from provision and operation of an internet-based electronic trading system increased 31.0% to HK\$5.5 million for the year ended 31 December 2007 from HK\$4.2 million for the year ended 31 December 2006.

Loss for the year attributable to the equity holders of the Company was HK\$0.9 million for the year ended 31 December 2007 compared to HK\$3.6 million for the year ended 31 December 2006. Excluding the share based payment expense arising from share options issued to the eligible participants amounting to HK\$3.2 million recognized during the year, the Group would have recorded a profit before share based payment for the fiscal year amounted to HK\$2.3 million.

### **CAPITAL STRUCTURE, LIQUIDITY AND FINANCIAL RESOURCES**

On 22 June 2007, 6 September 2007 and 21 September 2007, 550 million, 330 million and 335 million, respectively, ordinary shares were issued at HK\$0.200, HK\$0.190 and HK\$0.162, respectively, per share. The total net proceeds for these issues are HK\$218.7 million. There was also an issue of 410,000 shares as a result of exercise of employee share options.

The Group continues to maintain a healthy balance sheet. As at 31 December 2007, the Group had net current assets of HK\$269.3 million (2006: HK\$47.6 million). Cash and cash equivalents as at 31 December 2007 rose 389.1% to HK\$225.0 million from HK\$46.0 million as at 31 December 2006. As at 31 December 2007, the working capital of the Group was HK\$269.3 million, representing an increase of 465.8% as compared to 31 December 2006. The increase in cash and cash equivalents is primarily due to the cash proceeds received from issuance of new shares from the three top-up placings during the year.

As at 31 December 2007, the Group's current ratio was 34.0 times (as at 31 December 2006: 5.6 times). As the Group has no borrowings or banking facilities as at both years ended 31 December 2007 and 2006, the Group's gearing ratio for both years was zero. Up to the date of this announcement, no debt financing activities are currently in place or proposed.

The Group's assets and liabilities are mainly denominated in Hong Kong dollars and United States dollars. The Directors consider that the Group is not exposed to any significant foreign currency risk and thereby no related hedge was made by the Group during the year.

## **CHARGES ON GROUP ASSETS**

During the years ended 31 December 2007 and 2006, none of the Group's assets has been pledged.

## **CONTINGENT LIABILITIES**

The Group did not have any significant contingent liabilities as at 31 December 2007 (31 December 2006: Nil).

## **SIGNIFICANT ACQUISITION AND DISPOSAL DURING THE YEAR AS WELL AS OUTLOOK AND FUTURE PROSPECTS**

During the year, the Group did not have any significant acquisition or disposal of investment. The Group managed to complete several fund raising exercises enabling it to continue to maintain a strong asset base to seize on and grasp any investment opportunities once they arise. They will either be financed by the Group's internal resources, external borrowings, or raising of fund or a combination of both.

## **EMPLOYEES AND REMUNERATION POLICIES**

The total number of employees was 8 as at 31 December 2007 (31 December 2006: 16 employees). The Group offers a competitive remuneration package to its employees, including mandatory retirement funds, insurance and medical coverage. In addition, discretionary bonus and share options may be granted to eligible employees based on the Group's and individual's performance.

The Company adopted a share option scheme ("Scheme") at the annual general meeting of the Company held on 30 April 2002. Under the Scheme, the directors of the Company may, at their discretion, grant options to any eligible participants which enable them to subscribe for shares in aggregate not exceeding 30% of the shares in issue of the Company from time to time (including shares which have been allotted and issued pursuant to any other share option scheme).

## **DIVIDEND**

The Directors do not recommend the payment of a final dividend for the year ended 31 December 2007 (2006: Nil).

## **ANNUAL GENERAL MEETING**

The 2008 annual general meeting of the Company ("2008 AGM") will be held on 25 April 2008.

## **CLOSURE OF REGISTER OF MEMBERS**

For the purpose of determining the identity of the shareholders entitled to attend and vote at the 2008 AGM, the register of members of the Company will be closed from Wednesday, 23 April 2008 to Friday, 25 April 2008, both days inclusive, during which no transfer of shares will be effected. All transfers accompanied by the relevant certificates must be lodged with the Company's transfer office and share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, Shops 1712-16, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:00 p.m. on Tuesday, 22 April 2008.

## **CODE ON CORPORATE GOVERNANCE PRACTICES**

The Company has adopted the code provisions set out in the Code on Corporate Governance Practices (the "CG Code") as set out in Appendix 15 to the GEM Listing Rules which came into effect on 1 January 2005 as its own code of corporate governance practices.

During the year ended 31 December 2007, the Company was in compliance with the code provisions set out in the CG Code except for the following:

<b>Deviation from the CG Code</b>	<b>Relevant CG Code provisions</b>	<b>Remedial steps have been taken to comply with the CG Code</b>
1. The role and responsibilities between the Chairman and chief executive officer have not been divided.	A.2.1	Following the resignation of Mr. Francis J. Chang Chu Fai as chairman on 16 November 2007 and Mr. Leung Man Pok, John as managing director on 7 December 2007, the roles and functions of Chairman and chief executive officer have been preformed by the two executive Directors collectively.
2. The non-executive Directors are not appointed for a specified term but are subject to the provision for retirement and rotation of Directors under the Articles of Association of the Company (the "Articles").	A.4.1	The non-executive Directors were not appointed for a specified term but they are subject to the retirement at the first general meeting after their appointment and thereafter subject to retirement by rotation at least once every three years and in accordance with the Articles.

Save as those mentioned above in the opinion of the Directors, the Company has met the code provisions set out in the CG Code during the year ended 31 December 2007.

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

During the year ended 31 December 2007, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

## **AUDIT COMMITTEE**

The Audit Committee currently comprises three independent non-executive Directors, namely Mr. Chung Koon Yan (as Chairman), Mr. Wong Kai Tat and Ms. Chan Ling, Eva, with written terms of reference in compliance with the GEM Listing Rules. The Audit Committee has reviewed the audited financial statements of the Group for the year ended 31 December 2007.

On behalf of the Board  
**Tse Ke Li**  
*Executive Director*

Hong Kong, 14 March 2008

*As at the date of this announcement, the Board comprises Mr. Yu Kam Kee, Lawrence as non-executive Chairman, Mr. Tang Chi Ming and Mr. Tse Ke Li as executive Directors, and Mr. Chung Koon Yan, Mr. Wong Kai Tat and Ms. Chan Ling, Eva as independent non-executive Directors.*

*This announcement will remain on the GEM website at [www.hkgem.com](http://www.hkgem.com) on the "Latest Company Announcements" page for at least 7 days from the date of its publication and on the Company's website at [www.trasy.com](http://www.trasy.com).*