
CONTENTS

You should rely only on the information contained in this prospectus to make your investment decision.

The Company has not authorised anyone to provide you with information that is different from what is contained in this prospectus.

Any information or representation not made in this prospectus must not be relied on by you as having been authorised by the Company, the Sponsor, the Placing Underwriters, their respective directors or any other person involved in the Placing.

	<i>Page</i>
Summary	
Business	1
Capital injection and moratorium period	1
Strengths	2
Business strategy	3
Trading record	5
Reasons for the Placing and use of proceeds of the Placing	6
Placing statistics	7
Risk factors	8
Definitions	9
Glossary of technical terms	16
Risk factors	23
Waivers from compliance with the GEM Listing Rules	33
Information about this prospectus and the Placing	39
Directors and parties involved in the Placing	44
Corporate information	50
Industry overview	51
Relevant PRC laws and regulations relating to the industry	56
Business	
Introduction	61
History and development	61
Shareholding and corporate structure	63
Existing operations	
Embedded technology	65
Products	70
Total solutions services	78
Purchases	78
Manufacturing	79
Quality control	79
Sales and marketing	79
Warranty	80
Research and development	80
Competition	81
Intellectual property rights	82
Employees and management	82
Year 2000 compliance	82
Heng Huat Trust	82

CONTENTS

	<i>Page</i>
Statement of active business pursuits	84
Statement of business objectives	
Business objectives	91
Future plans and prospects	91
Milestones	94
Bases and assumptions	104
Use of proceeds of the Placing	105
Directors, supervisors, management and staff	
Executive Directors	107
Non-executive Directors	108
Independent non-executive Directors	110
Supervisors	110
Senior management	111
Audit committee	113
Staff	114
The Company's relationship with staff	114
Benefit schemes	114
Share option scheme	114
Relationship with Peking University	
Background	115
Connected transactions	116
Undertakings	124
Substantial shareholders, initial management shareholders and significant shareholders	127
Promoters	132
Share capital	134
Financial information	135
Underwriting	143
Structure and conditions of the Placing	148
Appendix 1 – Accountants' report	151
Appendix 2 – Property valuation	168
Appendix 3 – Summary of relevant PRC and Hong Kong laws and regulations	178
Appendix 4 – Summary of the articles of association	229
Appendix 5 – Statutory and general information	268
Appendix 6 – Documents delivered to the Registrar of Companies and available for inspection	292