

Auditors' report which is qualified and/or modified

The Exchange has scrutinised the annual reports of GEM listed issuers with financial year ended 30 June 2006, 31 July 2006 and 31 August 2006. Set out below is a list of listed issuers whose auditors' reports in the annual reports are qualified and/or modified. For details of the audit opinion, please refer to the annual reports of the respective listed issuers.

	Stock code	Note	Company name	Date of listing	Annual report for year / period ended	Auditors
1.	8120	(a)	China Medical Science Limited	10/4/2001	31/7/2006	PKF
2.	8176	(a), (b)	Blu Spa Holdings Limited	19/2/2002	30/6/2006	HLM & Co.
3.	8182	(a)	Sys Solutions Holdings Limited	18/2/2003	31/7/2006	Lak & Associates C.P.A. Limited

Up to 31 December 2006, Creative Energy Solutions Holdings Limited (stock code: 8109) has not yet issued its annual report for the year ended 30 June 2006. For details, please refer to the ***Status Report on Issuers' Delay in Releasing Results Announcements (GEM Board)*** posted on the Exchange's website.

Note: (a) Company having its audit report qualified and/or modified for two consecutive years or more.

(b) As at 31 December 2006, the company's shares had been suspended from trading for more than 3 months. For details, please refer to the ***Prolonged Suspension Status Report (GEM Board)*** posted on the Exchange's website.