

Auditors' report which is qualified and/or modified

The Exchange has scrutinised the annual reports of GEM listed issuers with financial year ended 31 December, 2003, 31 January, 2004 and 29 February, 2004. Set out below is a list of listed issuers whose auditors' reports in the annual reports is 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.	8061	a	AcrossAsia Multimedia Limited	13/7/2000	31/12/2003	RSM Nelson Wheeler
2.	8112	a	Angels Technology Company Limited	30/8/2001	31/12/2003	RSM Nelson Wheeler
3.	8117	a	China Advance Holdings Limited (previously Billybala Holdings Limited)	13/12/2001	31/12/2003	Charles Chan, Ip & Fung CPA Limited
4.	8057	-	Datasys Technology Holdings Limited	16/8/2002	31/12/2003	Ernst and Young
5.	8030	a, b	Digitel Group Limited	12/7/2000	31/12/2003	Graham H.Y.Chan & Co.
6.	8077	b	Infoserve Technology Corp.	8/1/2002	31/12/2003	Deloitte Touche Tohmatsu
7.	8165	-	Jian ePayment Systems Limited	10/12/2001	31/12/2003	PricewaterhouseCoopers
8.	8196	-	Launch Tech company Limited	7/10/2002	31/12/2003	Deloitte Touche Tohmatsu
9.	8039	a	Loulan Holdings Limited	12/8/2002	31/12/2003	BDO McCabe Lo & Co.
10.	8188	-	Mudan Automobile Shares Company Limited	18/12/2001	31/12/2003	KPMG

Up to 7 July, 2004, AKup International Holding Limited (stock code: 8179), Codebank Limited (stock code: 8162), Fast Systems Technology (Holdings) Limited (stock code: 8150), GP Nanotechnology Limited (stock code: 8152) and Intcera High Tech Group Limited (stock code: 8041) have not yet issued their annual report for the year ended 31 December, 2003. For details, please refer to the ***Status Report on Issuers' Delay in Releasing Results Announcement*** posted on the Exchange's website.

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

Note (b): As at 7 July, 2004, the company's shares had been suspended from trading for more than 3 months. For details, please refer to the ***Prolonged Suspension Status Report*** posted on the Exchange's website.