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This announcement, for which the directors (the "Directors") of SUNEVISION HOLDINGS LTD. (the "Company") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange 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 the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.



SUNEVISION HOLDINGS LTD.

新意網集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8008)

HALF-YEAR RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 31 DECEMBER 2012

CHARACTERISTICS OF THE GROWTH ENTERPRISE MARKET ("GEM") OF THE STOCK EXCHANGE

GEM has been positioned as a market designed to accommodate companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. 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.

HIGHLIGHTS

- SUNeVision reported a profit attributable to the owners of the Company of HK\$183.7 million for the half year ended 31 December 2012
- The Group's revenue was HK\$369.6 million for the reporting period, an increase of HK\$21.4 million when compared to the same 6-month period a year ago
- Gross margin for the reporting period was at approximately 58%, which translates into a gross profit of HK\$215.8 million
- Other income, being income in addition to revenue from operations, was HK\$19.1 million and at a similar level to that for the same period of the previous financial year
- Operating expenditures were HK\$19.1 million, which is similar to those for the corresponding period a year ago
- The Group's financial position remains strong, with approximately HK\$1,302.6 million in cash and interest-bearing securities on hand

	Jul to Dec 2012 HK\$'M	Jul to Dec 2011 HK\$'M
Revenue	<u>369.6</u>	<u>348.2</u>
Gross profit <i>- as a percentage of revenue</i>	215.8 58%	180.5 52%
Other income	19.1	19.0
Operating expenditures *	<u>(19.1)</u>	<u>(19.5)</u>
Profit before taxation	215.8	180.0
Income tax expense	<u>(32.1)</u>	<u>(27.0)</u>
Profit for the period attributable to the owners of the Company	<u>183.7</u>	<u>153.0</u>

* Selling, general and administrative expenses

CHAIRMAN'S STATEMENT

SUNeVision delivered a profit attributable to the owners of the Company of HK\$183.7 million for the half year ended 31 December 2012, representing a period-on-period improvement of HK\$30.7 million.

Revenue of the Group was HK\$369.6 million for the period, an increase of HK\$21.4 million when compared to the same 6-month period a year ago, primarily driven by our data centre businesses. Gross margin for the reporting period was at approximately 58%, following the trend of the past few quarters and translating into a gross profit of HK\$215.8 million for the reporting period.

Other income, being income in addition to revenue from operations, was HK\$19.1 million and at a similar level to that for the same period of the previous financial year.

Operating expenditures were HK\$19.1 million, which is similar to those for the corresponding period in 2011/12.

The combined effects of stable revenues and effective cost management have contributed to the Group's operating profitability, and after allowing for taxation, the Group reported a profit attributable to the owners of the Company of HK\$183.7 million for the first half of the 2012/13 financial year, representing a 20% increase over the same period in the previous financial year.

The Group's financial position remains strong, with approximately HK\$1,302.6 million in cash and interest-bearing securities on hand as of 31 December 2012.

iAdvantage continued to successfully attract new businesses and renew its existing contracts with multinational and local customers during the period. Overall occupancy of its data centres was approximately 88%. Other businesses of the Group continued to deliver quality services to their customers.

In the second half of the financial year, iAdvantage will endeavour to fill its existing data centres with new business prospects; in addition, it will continue its pursuit of growth and its active evaluation of investment opportunities in data centres. iAdvantage is fully committed to meeting customers' stringent requirements and will further invest in data centre infrastructure, facilities and services to satisfy market demand. The last-mile connectivity businesses will carry on leveraging the parent company's significant relationships.

I would like to close by thanking the Board, management and every member of the dedicated staff for their hard work, and our shareholders for their continued confidence and support.

Kwok Ping-luen, Raymond
Chairman

Hong Kong, 5 February 2013

CHIEF EXECUTIVE OFFICER'S REPORT

OVERVIEW

SUNeVision reported its unaudited results for the six months ended 31 December 2012 with a profit attributable to the owners of the Company of HK\$183.7 million, an increase of approximately 20% over the corresponding period of the previous financial year with improvements in core revenues and operating profitability.

BUSINESS REVIEW

iAdvantage

iAdvantage has maintained its market position as a major carrier-neutral data centre services provider in Hong Kong. It has been investing in data centre facilities and infrastructure to meet customers' increasingly stringent demands.

In addition to fulfilling customers' new needs and expansion requirements in their outsourcing, business continuity and other mission critical operations, iAdvantage has continued its endeavours to acquire additional data centre space. Overall data centre occupancy was approximately 88% at the period end.

Construction works at the new space in Sha Tin have been satisfactorily completed on schedule to serve new customer demand.

With its solid experience and proven track record, iAdvantage is well positioned to attract and capture new demand from high quality customers.

Super e-Technology

Super e-Technology successfully secured 24 contracts with a combined contract sum of approximately HK\$16.3 million for the installation of ELV (Extra Low Voltage) and information technology systems during the reporting period.

It is actively pursuing opportunities in related industry sectors, and maintains a positive outlook with regard to the ELV and information technology sectors.

Super e-Network

Super e-Network continued to provide quality broadband and WIFI services to its customers. It has been working closely with broadband service and network traffic management providers with a view to improving its services and offering cost-effective solutions to its customers.

INVESTMENT

The Group has maintained a prudent and conservative approach to investments. Funds will only be committed where returns can be reasonably expected and are justifiably attractive.

OTHER FINANCIAL DISCUSSION AND ANALYSIS

The Group practices prudent financial management and has a strong balance sheet, with ample liquidity and financial resources. The Group had cash and interest-bearing securities of approximately HK\$1,302.6 million and had no gearing (calculated on the basis of net debt to shareholders' funds) as at the period end.

As of 31 December 2012, the Company had contingent liabilities in respect of guarantees for general banking facilities utilised by the Group's subsidiaries and other guarantees in the aggregate amount of HK\$63.6 million.

The Group's core operations are based in Hong Kong and its assets are primarily in Hong Kong or US dollars. It had no significant exposure to foreign exchange rate fluctuations. As of 31 December 2012, the Group had not pledged any of its assets, and there were no material acquisitions or disposals of subsidiaries or affiliated companies during the period under review.

There have been no material changes in the composition of the Group's equity technology investment portfolio since 30 June 2012.

EMPLOYEES

As of 31 December 2012, the Group had 166 full-time employees. The Group is keen to motivate and retain talent and continues to offer career progression opportunities and hold periodical reviews on compensation and benefits to recognise employees' contributions and to respond to changes in the employment market. Payroll costs remained stable during the period, and bonuses were paid to selected employees to recognise outstanding performance. Other remuneration and benefits, including medical coverage and provident fund contributions, remained at appropriate levels. Various training and development opportunities continued to be offered to enhance employees' capabilities. The Group also offers a share-option scheme to recognise employees who make significant contributions.

I would like to close by thanking the members of the Board for their guidance, every member of the dedicated staff for the commitment and hard work, and our shareholders for their confidence and support.

Tsim Wing-kit, Alfred
Chief Executive Officer

Hong Kong, 5 February 2013

Consolidated Income Statement

For the three and six months ended 31 December 2012

	Notes	(Unaudited) Three months ended 31 December		(Unaudited) Six months ended 31 December	
		2012	2011	2012	2011
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
Revenue		188,456	177,187	369,614	348,206
Cost of sales		(76,509)	(85,230)	(153,759)	(167,751)
Gross profit		111,947	91,957	215,855	180,455
Other income	3	9,549	10,223	19,092	18,999
Selling expenses		(1,371)	(1,626)	(3,100)	(4,165)
Administrative expenses		(8,016)	(8,011)	(15,997)	(15,302)
Profit before taxation		112,109	92,543	215,850	179,987
Income tax expense	4	(16,750)	(13,824)	(32,135)	(27,020)
Profit for the period attributable to the owners of the Company	5	95,359	78,719	183,715	152,967
Earnings per share	6				
- Basic (Remark)		2.36 cents	1.95 cents	4.54 cents	3.78 cents

Remark:

Upon completion of the bonus issue of shares (with a convertible note alternative) on 25 November 2010, the Company had 2,342,675,478 ordinary shares in issue and outstanding notes convertible into 1,720,292,188 fully paid ordinary shares, representing a total of 4,062,967,666 shares which form the basis for the calculation of basic earnings per share. Adjustments are made in respect of shares repurchased. Details of earnings per share calculation and the Company's share capital are set out in notes 6 and 12 respectively.

Consolidated Statement of Comprehensive Income

For the three and six months ended 31 December 2012

	(Unaudited) Three months ended 31 December		(Unaudited) Six months ended 31 December	
	2012	2011	2012	2011
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
Profit for the period	95,359	78,719	183,715	152,967
Other comprehensive income/(expense) for the period				
Change in fair value of investments	2,787	9,438	13,381	(8,753)
Exchange differences arising from translation of operations outside Hong Kong	25	78	14	283
Release upon redemption of debt securities	-	-	-	(860)
	2,812	9,516	13,395	(9,330)
Total comprehensive income for the period	98,171	88,235	197,110	143,637
Total comprehensive income attributable to:				
Owners of the Company	98,062	88,137	197,045	143,288
Non-controlling interests	109	98	65	349
	98,171	88,235	197,110	143,637

Consolidated Statement of Financial Position

As at 31 December 2012

	Notes	(Unaudited) 31 December 2012 HK\$'000	(Audited) 30 June 2012 HK\$'000
Non-current assets			
Investment properties		1,038,000	1,038,000
Property, plant and equipment	7	1,107,636	1,091,278
Investments	8	507,233	463,800
		2,652,869	2,593,078
Current assets			
Investments	8	22,751	23,303
Inventories		3,601	2,166
Trade and other receivables	9	68,923	72,404
Amounts due from customers for contract work		7,752	3,176
Bank balances and deposits		800,852	975,991
		903,879	1,077,040
Current liabilities			
Trade and other payables	10	262,115	233,893
Deferred revenue	11	36,400	38,548
Amounts due to customers for contract work		653	901
Tax payables		46,618	64,189
		345,786	337,531
Net current assets		558,093	739,509
Total assets less current liabilities		3,210,962	3,332,587
Non-current liabilities			
Deferred tax liabilities		88,024	85,391
Deferred revenue	11	191,347	182,047
		279,371	267,438
		2,931,591	3,065,149
Capital and reserves			
Share capital	12	232,223	232,223
Reserve arising from issuance of convertible notes	12	172,017	172,017
Other reserves		2,513,533	2,647,156
Equity attributable to owners of the Company		2,917,773	3,051,396
Non-controlling interests		13,818	13,753
Total equity		2,931,591	3,065,149

Consolidated Statement of Changes in Equity

For the six months ended 31 December 2012

	Attributable to owners of the Company								
	2012								
	Share capital	Share premium	Reserve arising from issuance of convertible notes	Exchange reserve	Investments revaluation reserve	Retained profits	Total	Non-controlling interests	Total equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
			(Note)						
At 1 July 2012	232,223	2,315,239	172,017	1,651	34,696	295,570	3,051,396	13,753	3,065,149
Profit for the period	-	-	-	-	-	183,715	183,715	-	183,715
Change in fair value of investments	-	-	-	-	13,381	-	13,381	-	13,381
Exchange differences arising from translation of operations outside Hong Kong	-	-	-	(51)	-	-	(51)	65	14
Total comprehensive (expense)/ income for the period	-	-	-	(51)	13,381	183,715	197,045	65	197,110
Final dividend and distribution paid	-	-	-	-	-	(330,668)	(330,668)	-	(330,668)
At 31 December 2012	232,223	2,315,239	172,017	1,600	48,077	148,617	2,917,773	13,818	2,931,591

	Attributable to owners of the Company								
	2011								
	Share capital	Share premium	Reserve arising from issuance of convertible notes	Exchange reserve	Investments revaluation reserve	Retained profits/ (Accumulated losses)	Total	Non-controlling interests	Total equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
			(Note)						
At 1 July 2011	232,921	2,321,165	172,019	1,665	38,481	113,284	2,879,535	13,484	2,893,019
Profit for the period	-	-	-	-	-	152,967	152,967	-	152,967
Change in fair value of investments	-	-	-	-	(8,753)	-	(8,753)	-	(8,753)
Release upon redemption of debt securities	-	-	-	-	(860)	-	(860)	-	(860)
Exchange differences arising from translation of operations outside Hong Kong	-	-	-	(66)	-	-	(66)	349	283
Total comprehensive (expense)/ income for the period	-	-	-	(66)	(9,613)	152,967	143,288	349	143,637
Conversion of convertible notes	-	-	-	-	-	-	-	-	-
Shares repurchased and cancelled	(700)	(5,926)	-	-	-	-	(6,626)	-	(6,626)
Final dividend and distribution paid	-	-	-	-	-	(267,607)	(267,607)	-	(267,607)
At 31 December 2011	232,221	2,315,239	172,019	1,599	28,868	(1,356)	2,748,590	13,833	2,762,423

Note:

Pursuant to an ordinary resolution in relation to the bonus issue of shares (with a convertible note alternative) passed at the extraordinary general meeting of the Company held on 1 November 2010, 311,191,645 bonus shares of HK\$0.1 each were issued on 25 November 2010 on the basis of one bonus share for every existing share held by the shareholders of the Company whose names appeared on the register of members of the Company on 1 November 2010.

Reserve arising from issuance of convertible notes was then capitalised from the Company's share premium account for the purpose of issue of new shares upon conversion of the convertible notes ("Notes") which were constituted by the deed poll dated 25 November 2010. This reserve balance represented the aggregate amount of the Notes outstanding at the period end. No Notes were exercised and converted into shares by noteholders during the six months ended 31 December 2012 (2011: 2,000). As a result, 1,720,170,135 of the Notes remained outstanding as at 31 December 2012 (2011: 1,720,190,135).

The Notes are unlisted, non-transferable and irredeemable but have conversion rights entitling the noteholders to convert into an equivalent number of shares as the number of bonus shares which the noteholders would otherwise be entitled to receive under the bonus issue had the shareholder not elected for the Notes. The Notes do not carry voting rights at any general meeting of shareholders of the Company. The noteholders can exercise the conversion rights at anytime after the issue of the Notes, subject to the terms and conditions of the deed poll constituting the Notes. The Notes were recognised as equity and are presented in reserves as reserve arising from issuance of convertible notes.

Condensed Consolidated Statement of Cash Flows

For the six months ended 31 December 2012

	(Unaudited)	
	Six months ended	
	31 December	
	2012	2011
	HK\$'000	HK\$'000
Net cash from operating activities	236,102	156,176
Net cash used in investing activities	(80,591)	(111,703)
Net cash used in financing activities	(330,668)	(274,233)
	-----	-----
Net decrease in cash and cash equivalents	(175,157)	(229,760)
Cash and cash equivalents at 1 July	975,991	1,037,403
Effect of foreign exchange rate changes	18	301
	-----	-----
Cash and cash equivalents at 31 December, represented by bank balances and deposits	800,852	807,944
	=====	=====

Notes to the Interim Financial Statements

1. BASIS OF PREPARATION

The Group's interim financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and with the applicable disclosure requirements of Chapter 18 to the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited. The principal accounting policies used in the interim financial statements are consistent with those followed in the preparation of the Group's financial statements for the year ended 30 June 2012. The financial statements are unaudited but have been reviewed by the Audit Committee.

The HKICPA has issued a number of new and revised Hong Kong Financial Reporting Standards. For those which are effective for accounting periods beginning 1 July 2012, the application has no material impact on the reported results and the financial position of the Group for the current and/or prior accounting periods. For those which are not yet effective, the Group is in the process of assessing their impact on the Group's results and financial position.

2. SEGMENT INFORMATION

Segment profit represents the profit earned by each segment without allocation of central administrative costs, directors' emoluments, interest income, gain on redemption of debt securities and investment income. This is the measure reported to the Group's management, being the chief operating decision makers, for the purposes of resource allocation and performance assessment.

The principal activities of the operating segments and reportable segments of the Group are as follows:

- (a) Data centre and IT facilities cover the provision of data centre, facilities management, web applications and value added services.
- (b) Satellite master antenna television ("SMATV"), communal aerial broadcast distribution ("CABD"), structural cabling and security systems comprise installation and maintenance services for the respective systems.
- (c) Properties holding refers to the Group's interests in investment properties which generate rental and other related income.

2. SEGMENT INFORMATION (continued)

Segment revenue and results

An analysis of the Group's revenue and results, substantially derived from Hong Kong, by reportable segment is as follows:

For the six months ended 31 December 2012

	Data centre and IT facilities <i>HK\$'000</i>	SMATV, CABD, structural cabling and security systems <i>HK\$'000</i>	Properties holding <i>HK\$'000</i>	Elimination <i>HK\$'000</i>	Consolidated total <i>HK\$'000</i>
REVENUE					
External	299,231	46,846	23,537	-	369,614
Inter-segment	1,020	193	1,079	(2,292)	-
Total	300,251	47,039	24,616	(2,292)	369,614
RESULTS					
Segment results	177,682	9,098	18,400	-	205,180
Unallocated corporate expenses					(8,194)
Interest income					18,639
Investment income					225
Profit before taxation					215,850

For the six months ended 31 December 2011

	Data centre and IT facilities <i>HK\$'000</i>	SMATV, CABD, structural cabling and security systems <i>HK\$'000</i>	Properties holding <i>HK\$'000</i>	Elimination <i>HK\$'000</i>	Consolidated total <i>HK\$'000</i>
REVENUE					
External	279,020	47,283	21,903	-	348,206
Inter-segment	1,399	223	1,079	(2,701)	-
Total	280,419	47,506	22,982	(2,701)	348,206
RESULTS					
Segment results	143,737	8,663	16,975	-	169,375
Unallocated corporate expenses					(7,535)
Interest income					16,895
Gain on redemption of debt securities and investment income					1,252
Profit before taxation					179,987

Inter-segment sales are charged at prevailing market rates.

3. OTHER INCOME

	Six months ended 31 December	
	2012	2011
	<i>HK\$'000</i>	<i>HK\$'000</i>
Interest income	18,639	16,895
Investment income and gain on redemption of debt securities	225	1,252
Miscellaneous	228	852
	19,092	18,999
	=====	=====

4. INCOME TAX EXPENSE

	Six months ended 31 December	
	2012	2011
	<i>HK\$'000</i>	<i>HK\$'000</i>
Current tax		
- Hong Kong profits tax	29,502	29,195
- PRC Enterprise Income Tax	-	718
	29,502	29,913
Deferred tax charge (credit)	2,633	(2,893)
	32,135	27,020
	=====	=====

Hong Kong profits tax is calculated at 16.5% (2011: 16.5%) on the estimated assessable profits for the period.

Under the Law of the People's Republic of China (the "PRC") on Enterprises Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate of PRC subsidiaries is 25%.

5. PROFIT FOR THE PERIOD

	Six months ended 31 December	
	2012	2011
	<i>HK\$'000</i>	<i>HK\$'000</i>
Profit for the period has been arrived at after charging:		
Depreciation of property, plant and equipment	52,959	55,690
	=====	=====

6. EARNINGS PER SHARE

The calculation of the basic earnings per share attributable to the owners of the Company is based on the following data:

	Three months ended 31 December		Six months ended 31 December	
	2012 <i>HK\$'000</i>	2011 <i>HK\$'000</i>	2012 <i>HK\$'000</i>	2011 <i>HK\$'000</i>
Earnings for the purposes of basic earnings per share	95,359	78,719	183,715	152,967
	=====	=====	=====	=====
	2012 Number of shares	2011 Number of shares	2012 Number of shares	2011 Number of shares
Weighted average number of ordinary shares for the purposes of basic earnings per share	4,042,399,666	4,042,728,275	4,042,399,666	4,046,025,927
	=====	=====	=====	=====

For the purposes of earnings per share, the weighted average number of ordinary shares is calculated after taking into account the effect of the issuance of bonus shares (with a convertible note alternative) in November 2010. Details of the issuance of bonus shares are set out in note 12.

There were no dilutive potential ordinary shares in existence during the three months and six months ended 31 December 2012 and 2011.

7. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 31 December 2012, additions to fixed assets amounted to HK\$69,317,000.

8. INVESTMENTS

	31 December 2012 <i>HK\$'000</i>	30 June 2012 <i>HK\$'000</i>
Available-for-sale investments:		
Debt securities	501,755	462,091
Equity technology investments	28,229	25,012
	-----	-----
	529,984	487,103
	=====	=====
Carrying amount analysed for reporting purposes as:		
Non-current assets	507,233	463,800
Current assets (debt securities maturing within one year)	22,751	23,303
	-----	-----
	529,984	487,103
	=====	=====

9. TRADE AND OTHER RECEIVABLES

Included in trade and other receivables are trade receivables of HK\$44,273,000 (30 June 2012: HK\$45,720,000), of which 92% aged less than 60 days, 5% between 61 to 90 days and 3% more than 90 days (30 June 2012: 95%, 4% and 1% respectively).

The Group allows an average credit period of 30 days to its trade customers.

10. TRADE AND OTHER PAYABLES

	31 December 2012 <i>HK\$'000</i>	30 June 2012 <i>HK\$'000</i>
Trade payable aged within 60 days	32,210	33,794
Trade payable aged over 60 days	565	1,396
	32,775	35,190
Other payables	1,020	1,078
Deposits received and accruals	228,320	197,625
	262,115	233,893

11. DEFERRED REVENUE

Deferred revenue represents lump sum amounts received from customers for the set-up of facilities in respect of operating leases of data centre and IT facilities.

The carrying amount of deferred revenue is as follows:

	31 December 2012 <i>HK\$'000</i>	30 June 2012 <i>HK\$'000</i>
Current liabilities (release to income statement within one year)	36,400	38,548
Non-current liabilities	191,347	182,047
	227,747	220,595

12. SHARE CAPITAL

	<u>Number of ordinary shares</u>	<u>Amount HK\$'000</u>
Ordinary shares of HK\$0.1 each		
Authorised:		
At 1 July 2011, 30 June 2012 and 31 December 2012	10,000,000,000	1,000,000
Issued and fully paid:		
At 1 July 2011	2,329,207,531	232,921
Conversion of convertible notes	22,000	2
Shares repurchased and cancelled	(7,000,000)	(700)
At 30 June 2012 and 31 December 2012	2,322,229,531	232,223

Pursuant to an ordinary resolution in relation to the bonus issue of shares (with a convertible note alternative) passed at the extraordinary general meeting of the Company held on 1 November 2010, 311,191,645 bonus shares of HK\$0.1 each were issued on 25 November 2010 to the shareholders who were entitled to those bonus shares and did not elect to receive the convertible notes.

Convertible notes in the amount of HK\$172,029,218.80 were issued to shareholders who elected for the convertible note alternative, and the same amount was capitalised from the Company's share premium account as reserve arising from issuance of convertible notes. Holders of the convertible notes are entitled to convert into an equivalent number of shares as the number of bonus shares which the noteholders would otherwise be entitled to receive under the bonus issue. Accordingly, convertible notes can be converted into ordinary shares of HK\$0.1 each on a one-to-one basis.

During the six months ended 31 December 2012, no convertible notes were exercised and converted into ordinary shares of the Company (2011: 2,000).

	<u>Number of fully paid ordinary shares to be issued/(issued) upon conversion</u>	<u>Amount HK\$'000</u>
Reserve arising from issuance of convertible notes in November 2010	1,720,292,188	172,029
Conversion of convertible notes	(100,053)	(10)
At 30 June 2011	1,720,192,135	172,019
Conversion of convertible notes	(22,000)	(2)
At 30 June 2012 and 31 December 2012	1,720,170,135	172,017

Upon conversion of all the outstanding convertible notes, the issued share capital of the Company would be 4,042,399,666 fully paid ordinary shares of HK\$0.1 each.

Details of the bonus issue of shares (with a convertible note alternative) are set out in the circular of the Company dated 29 September 2010.

13. RELATED PARTY TRANSACTIONS

During the period, the Group had significant transactions with certain related parties as follows:

(a) Transactions with Sun Hung Kai Properties Group

	Six months ended 31 December	
	2012	2011
	HK\$'000	HK\$'000
Income from maintenance and repair of network infrastructure and security systems	25,788	23,563
Income from installation, operation and provision of cable networking	16,679	20,789
Space and rack rental income	1,841	1,665
E-commerce income	278	284
Lease, licence and management fee charges	6,463	5,769
Property management service fees paid	4,586	4,035
Maintenance and repair charges of network infrastructure and security system	1,550	1,279
Management fee charges	1,000	1,000
Insurance service charges paid	655	737
Estate agency fees paid	631	545
Network infrastructure and security system installation charges	617	1,465
Cable and network rental charges	398	398
Technical service charges paid	355	365
	=====	=====

(b) Transaction with a director

During the period, professional fees of HK\$103,000 (2011: HK\$100,000) were paid/payable by the Group to Messrs. Woo, Kwan, Lee & Lo, a firm of solicitors which provided professional services to the Group. Mr. Cheung Wing-yui, a director of the Company, is a consultant of Messrs. Woo, Kwan, Lee & Lo.

(c) Compensation of key management personnel

Fees, salaries and other benefits paid/payable by the Group to the key management personnel during the period amounted to HK\$2,487,000 (2011: HK\$2,130,000).

14. CAPITAL COMMITMENTS

	31 December	30 June
	2012	2012
	HK\$'000	HK\$'000
Capital expenditure in respect of acquisition of plant and equipment contracted for but not provided in the consolidated financial statements	5,580	60,672
	=====	=====

15. CONTINGENT LIABILITIES

As at 31 December 2012, the Company had contingent liabilities in respect of guarantees for general banking facilities utilized by group subsidiaries and other performance guarantees in the aggregate of HK\$64 million (30 June 2012: HK\$64 million).

DIVIDEND

The board of Directors (the "Board") of the Company does not recommend the payment of an interim dividend for the six months ended 31 December 2012 (2011: Nil).

AUDIT COMMITTEE

The Audit Committee has four members comprising three Independent Non-Executive Directors, Mr. Wong Kai-man (Chairman of the Committee), Professor Li On-kwok, Victor and Professor King Yeo-chi, Ambrose and one Non-Executive Director, Mr. Cheung Wing-yui, with written terms of reference in compliance with the GEM Listing Rules. The Audit Committee has reviewed the half-year results for the six months ended 31 December 2012 and has provided advice and comments thereon.

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

During the six months ended 31 December 2012, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the listed securities of the Company.

CORPORATE GOVERNANCE CODE

Throughout the six months ended 31 December 2012, the Group has complied with the code provisions as set out in the Corporate Governance Code contained in Appendix 15 of the GEM Listing Rules.

On behalf of the Board

Kwok Ping-luen, Raymond
Chairman

Hong Kong, 5 February 2013

As at the date of this announcement, the Board of the Company comprises five Executive Directors, being Kwok Ping-luen, Raymond, Tsim Wing-kit, Alfred, Tung Chi-ho, Eric, Wong Chin-wah and So Wai-kei, Godwin; four Non-Executive Directors, being Kwok Ping-sheung, Walter, Cheung Wing-yui, Siu Hon-wah, Thomas and John Anthony Miller; and five Independent Non-Executive Directors, being Li On-kwok, Victor, King Yeo-chi, Ambrose, Wong Kai-man, Kwok Kwok-chuen and Ma Kam-sing, Allen.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at www.hkgem.com for a minimum period of 7 days from the date of publication and on the website of the Company at www.sunevision.com.