







## **SIGNIFICANT EVENTS FOR 2011**

### **Financial Events**

- Total revenue decreased slightly to \$20,038,277 for the year ended December 31, 2011 compared to \$20,277,082 for the year ended December 31, 2010, representing a decrease of 1.2%. The decrease was due to a slight decrease in merchandise revenue, which in turn was due to the Company's new focus in technology development and workflow adjustment for the

build and operate its online flagship store in Taobao Mall, the largest online B2C shopping portals in China, and sell original Casio products.

- The in2 (o) 1(m) -4 (p) 1 (a) 1 (n) 1 (y) 1 (') 6-5s subsidiary, XCD since an agreement with Sino Light Enterprise (Shenzhen) Limited ("SLE"), an associate company of Sandmartin International Holdings Limited (ng Kong Stock Exchange: 482) SLE has engaged XCD to set up, operate and maintain their official and flagship online stores, namely "XiYangYang Official Online Store" and "XiYangYang Taobao FI (hi) 5 (p) 5 (onl) 5Store," respectively, to sell apparels with "Pleasant Goat and Big Big Wolf" brand in a term of years.

### **Marketing Highlights**

- The in2 (o) 1(m) -4 (p) 1 (a) 1 (n) 1 (y) 1 (') 6-5s subsidiary, XCD selected one of the top



**RESULTS OF OPERATIONS**  
**Consolidated Statement of Operations and Deficit**  
**and**

## REVENUE



increase in expanding into goods which have other logistic arrangements and charges. The change of

December 7, 2011 where the Company granted 400,000 and 1,000,000 stock options to its employees, officers and directors respectively, both at an exercise price of \$0.15. Granted options vested 50%







The Company's foreign subsidiaries in China has recognized \$37 (RMB231) income tax expenses for the three months ended December 31, 2015.

## **LIQUIDITY AND CAPITAL RESOURCES**

The Company has \$nil of long term debt, \$75,677









Should a foreign operation be sold, the cumulative exchange differences recognized in accumulated other comprehensive income (loss) since January 1, 2010 would be recognized in the income statement as part of other income.

