

Ref: RMR/IR/HSW

3 March 2011

CDW Holdings Limited  
Room 6-10, 11<sup>th</sup> Floor, CCT Telecom Building  
11 Wo Shing Street, Fo Tan, Shatin  
New Territories, Hong Kong

**Attn: The Board of Directors**

Dear Sirs

**CDW HOLDINGS LIMITED (THE "COMPANY" OR "LISTCO")  
ANNOUNCEMENT ON UNAUTHORIZED BANK TRANSFERS**

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1. We refer to your announcement of 1 March 2011 on the above.
2. Please provide further information on the following in an announcement to be released via SGXNet **by today (3 March 2011)**. In your announcement, please disclose our questions together with your response to enable investors to understand the matters raised by the Exchange.
  - (a) The auditors discovered several bank transfers of RMB 30 million each between the Company's subsidiary, Crystal Display Components (Shanghai) Co., Limited ("SHCD"), and Ichiban Real Estate Development (Suzhou) Co., Ltd ("Ichiban") during the period from January to December 2010 (the "Bank Transfers"). Does Ichiban have any business dealings with Listco and its subsidiaries including SHCD (the "Group"), or have any relationship with any director or controlling shareholder of Listco? If so, provide details.
  - (b) We note that the Board had commissioned internal auditors to conduct a review and to determine if there are any similar transactions. Who are the internal auditors commissioned? What are the findings of the internal auditors? What is the purpose of the Bank Transfers and the total amount transferred to Ichiban? Have the Bank Transfers been recovered in full by the Group? Did the internal auditors' review uncover other questionable bank transfers made to other parties?
  - (c) The Company found out that there is no evidence that SHCD has suffered any loss as a result of any of the Bank Transfers as at 1 March 2011. Please clarify the Company's basis for this statement.

- (d) The PRC lawyer opined that the acts of the Relevant SHCD Executives have not constituted the criminal offence of misappropriation of funds under PRC laws. What is the basis for the PRC lawyer's opinion?
- (e) The Audit Committee will be conducting further investigations on the matter and reviews on the Group's financial controls. Please disclose whether the Audit Committee will be appointing a professional firm to assist them in their investigation.

3. The announcement disclosed that the outcome of the additional procedures and investigation may have an effect on the unaudited financial statements of the Group and the Company for the year ended 31 December 2010 that have been announced on 1 March 2011. In this regard, the Audit Committee should provide prompt updates via SGXNet on the findings of their investigation and review.

4. If you have any questions, please contact the undersigned at 6236 8895 or Mr Hui Siu Wai at 6236 8884. We look forward to your prompt response. Thank you.

Yours faithfully



Siew Wun Mui  
Vice President  
Issuer Regulation