

**POWERLEADER SCIENCE AND TECHNOLOGY COMPANY LTD:  
FORMER AUDITOR SUES FOR ITS FEES**

**Management Has A ‘Slight’ Difference Of Opinion**

Having changed auditors 3 times in as many years, Powerleader Science and Technology Company Ltd () (Code: 8236, The **G**rowth **E**nterprise **M**arket (The GEM) of The Stock Exchange of Hongkong Ltd) has found itself embroiled in litigation with its former auditor.

Deloitte Touche Tohmatsu () has just sued Powerleader Science and Technology for \$HK220,000, being the alleged balance of unpaid professional fees.

According to Action Number 4805, lodged in the District Court of the Hongkong Special Administrative Region (HKSAR) of the People’s Republic of China (PRC), Deloitte Touche Tohmatsu was engaged by Powerleader Science and Technology in the capacity as auditor with regard to the publicly listed company and its subsidiaries for the Financial Year, ended December 31, 2005.

The original amount of money, due to Deloitte Touche Tohmatsu by Powerleader Science and Technology, it is alleged, was \$HK400,000 and the sum of \$HK180,000 had been received, Paragraph 2 of the Statement of Claim, attached to Writ of Summons, Number 4805, attests.

Deloitte Touche Tohmatsu, however, alleges that it has been unable to obtain all of the money that is owed to it and, as a result, it has sought legal redress through the HKSAR District Court.

According to the database of **TOLFIN** () (The Computerised, Online Financial Intelligence Service and Web-Based, Credit-Checking Provider), Powerleader Science and Technology turned in a Net Profit Attributable to Shareholders of about 26.85 million renminbi in respect of the Financial Year, ended December 31, 2006.

Since the end of the 2002-Year, this company has, always turned in a profit.

For the 3 months, ended March 31, 2007, Powerleader Science and Technology reported that, on a Turnover of about 196.10 million renminbi, the Bottom Line came in at about 6.75 million renminbi.

Powerleader Science and Technology is engaged, inter alia, in the design, manufacture and sales of computer servers and related products.

**TOLFIN**’s records show that, on March 31, 2006, Powerleader Science and Technology put out an announcement, telling its shareholders that it had replaced Deloitte Touche Tohmatsu and had filled the vacancy with CCIF CPA Ltd (), now called ShineWing (Hongkong) CPA Ltd (□).

It was the third change of auditors since 2002 when PricewaterhouseCoopers () was engaged.

That accounting firm lasted just one Financial Year and was replaced by Deloitte Touche Tohmatsu.

According to ... [CLICK TO ORDER FULL ARTICLE](#)

***While TARGET makes every attempt to ensure accuracy of all data published, TARGET cannot be held responsible for any errors and/or omissions.***

*If readers feel that they would like to voice their opinions about that which they have read in **TARGET**, please feel free to e-mail your views to [editor@targetnewspapers.com](mailto:editor@targetnewspapers.com). **TARGET** does not guarantee to publish readers' views, but reserves the right so to do subject to the laws of libel.*