

Monthly Return of Equity Issuer on Movements in Securities

For the month ended (dd/mm/yyyy)	: 31/05/2012						
To: Hong Kong Exchanges and Cleari	ng Limited						
Name of Issuer Date Submitted	NetDragon Websoft Inc. 01/06/2012						
I. Movements in Authorised Share Cap	oital						
1. Ordinary Shares							
(1) Stock code: 777 Descr	ription: <u></u>						
	No. of ordinary shares	Par value (State currency)	Authorised share capital (State currency)				
Balance at close of preceding month	1,000,000,000	<u>USD0.01</u>	USD10,000,000.00				
Increase/(decrease)	<u></u>		<u></u>				
Balance at close of the month	1,000,000,000	USD0.01	USD10,000,000.00				
(2) Stock code : Descr	ription:						
	No. of ordinary shares	Par value (State currency)	Authorised share capital (State currency)				
Balance at close of preceding month	<u></u>		<u></u>				
Increase/(decrease)	<u></u>		<u></u>				
Balance at close of the month	<u></u>	<u></u>	<u></u>				

iption :		
No. of preference shares	Par value (State currency)	Authorised share capital (State currency)
<u></u>	<u></u>	<u></u>
<u></u>		<u></u>
<u></u>	<u></u>	<u></u>
iption: <u></u>		
No. of other classes of shares	Par value (State currency)	Authorised share capital (State currency)
<u></u>	<u></u>	<u></u>
<u></u>		<u></u>
<u></u>	<u></u>	<u></u>
- i	shares iption: No. of other	shares currency)

II. Movements in Issued Share Capital

	No. of ord	dinary shares	No of preference	No. of other classes
	(1)	(2)	shares	of shares
Balance at close of preceding month	514,599,860			<u></u>
Increase/ (decrease) during the month			_ =	<u></u>
Balance at close of the month	514,599,860		_ =	

III. Details of Movements in Issued Share Capital

Share Options (under Share Option Schemes of the Issuer) Particulars of share No. of new shares of No. of new shares of option scheme issuer issued during issuer which may be including EGM the month pursuant issued pursuant thereto approval date thereto as at close of the month Movement during the month (dd/mm/yyyy) and class of shares issuable Granted Exercised Cancelled Lapsed Share Option Scheme (12/06/2008) Ordinary shares 26,441,100 109,400 (*Note 1*) 2. Share Option Scheme (*Note 1*) 3. Share Option Scheme (*Note 1*) Total A. (Ordinary shares) --(Preference shares) --(Other class) --Total funds raised during the month from exercise of options (State currency)

Warrants to Issue Shares of the Issuer which are to be Listed No. of new No. of new shares of shares of issuer issued issuer which may be issued during the month pursuant pursuant thereto as at Currency of Nominal value at Exercised Nominal value thereto close of the Description of warrants nominal close of during the at close of the month (Date of expiry - dd/mm/yyyy) value preceding month month month Stock code (if listed) Class of shares issuable (Note 1) Subscription price EGM approval date (if applicable) (dd/mm/yyyy) Stock code (if listed) Class of shares issuable (Note 1) Subscription price EGM approval date (if applicable) (dd/mm/yyyy) Stock code (if listed) Class of shares issuable (Note 1) Subscription price EGM approval date (if applicable) (dd/mm/yyyy) Stock code (if listed) Class of shares issuable (Note 1) Subscription price EGM approval date (if applicable) (dd/mm/yyyy) (/ /) Total B. (Ordinary shares) --(Preference shares) --(Other class) --

Convertibles (i.e. Convertible in Class and description		Amount at close of preceding month	Converted during the month	Amount at close of the month	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
1	Outstanding	month	month	пош		
Stock code (if listed) Class of shares	_ _ _ <u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
issuable (<i>Note 1</i>) Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy)) 2	(/ /) —					
	<u>—</u> —					
Stock code (if listed) Class of shares issuable (Note 1) Subscription price						
EGM approval date (if applicable) (dd/mm/yyyy) 3	(/ /)					
Stock code (if listed)	 					<u></u>
Class of shares issuable (Note 1) Subscription price EGM approval date						
(if applicable)	(/ / _)					
	<u> </u>					
Stock code (if listed) Class of shares issuable (Note 1) Subscription price EGM approval date (if applicable)						<u></u>
(dd/mm/yyyy)	(/ /)		(Prefer	ence shares) (Other class)		- - -

For Main Board and GEM listed issuers Any other Agreements or Arrangements to Issue Shares of the Issuer which are to be Listed, including Options (other than under Share Option Schemes)

Full particulars including EGM approval date (dd/mm/yyyy), if applicable, and class of shares issuable:	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
Share Award Scheme approved by the Board Ordinary Shares	<u> </u>	
Ordinary Shares	-	
	-	
shares (Note 1)		
2	-	
	-	
	-	
shares (Note 1)	 	
3	-	
	-	
	-	
shares (Note 1)		
Total D. (Ordinary shares)		
(Preference shares)		
(Other class)		•

	Torre of Louis				No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
	Type of Issue					the month
			Class of shares issuable (Note 1)			
1.	Rights issue	At price : State currency	Issue and allotment date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		
					<u></u>	_ =
			Class of shares issuable (Note 1)			
2.	Open offer	At price : State currency	Issue and allotment date: (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		
					<u></u>	_ ==
			Class of shares issuable (Note 1)			
3.	Placing	At price : State currency	Issue and allotment date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		
						
			Class of shares issuable (Note 1)			
4.	Bonus issue		Issue and allotment date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		

For Main Board and GEM listed issuers

	Type of Issue		•	or main board	No. of new shares of issuer issued during the month pursuant thereto	No. of new shares of issuer which may be issued pursuant thereto as at close of the month
			Class of shares issuable (Note 1)			
5.	Scrip dividend At price	e: State currency —	Issue and allotment date: (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		
			Class of shares repurchased (Note 1)	_Ordinary_ Shares		
6.	Repurchase of shares		Cancellation date : (dd/mm/yyyy)			
			EGM approval date: (dd/mm/yyyy)			
						_ ==
			Class of shares redeemed (<i>Note 1</i>)			
7.	Redemption of shares		Redemption date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		
						_ ==
			Class of shares issuable (Note 1)			
8.	Consideration issue At price	e : State currency —	Issue and allotment date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		
					<u></u>	=

For Main Board and GEM listed issuers

			1	or Main D	oaru a	ind GLIVI listed	
						No. of new shares of	No. of new shares of
						issuer issued during the	issuer which may
						month pursuant	be issued pursuant
						thereto	thereto as
	Type of Issue						at close of the month
	71						
			Class of shares issuable (Note 1)				
9.	Capital reorganisation		Issue and allotment date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		
			Class of shares issuable (Note 1)				
10.	Other (Please specify)	At price : State currency	- Issue and allotment date : (dd/mm/yyyy)	(/ /)		
			EGM approval date: (dd/mm/yyyy)	(/ /)		
				(Ordinary			=
			(I	Preference (Oth	shares er class		<u>-</u>
To	otal increase / (decre	ase) in ordinary shares during	the month (i.e. Total of A to E	():	(1)		
					(2)		
То	otal increase / (decre	ase) in preference shares durin	ng the month (i.e. Total of A to	E):			

Total increase / (decrease) in other classes of shares during the month (i.e. Total of A to E):

(These figures should be the same as the relevant figures under II above ("Movements in Issued Share Capital").)

TAM Hon Shan, Celia Submitted by: Company Secretary Title: (Director, Secretary or other duly authorised officer)	Remarks (if any)	:		
Submitted by: Company Secretary Title:				
Submitted by: Company Secretary Title:				
Submitted by: Company Secretary Title:				_
Submitted by: Company Secretary Title:				
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Submitted by: Company Secretary Title:				_
Submitted by: Company Secretary Title:				
Submitted by: Company Secretary Title:				
Company Secretary Title:	Submitted by:	TAM Hon Shan, Celia		
Title:	Submitted by: _	Company Secretary		
(Director, Secretary or other duly authorised officer)	Title:			
	(Director	r, Secretary or other duly authorised officer)		

Notes:

- 1. State the class of shares (e.g. ordinary, preference or other).
- 2. If there is insufficient space, please append the prescribed continuation sheet.