

9. Reserves

	30 June 2002 Unaudited HK\$	31 December 2001 Audited HK\$
Share premium	166,327,220	166,327,220
Capital reserve on consolidation	468,163	468,163
Contributed surplus	80,991,000	80,991,000
Exchange fluctuation reserve	(4,194,214)	(4,194,214)
Accumulated losses	<u>(20,598,302)</u>	<u>(19,693,370)</u>
	<u>222,993,867</u>	<u>223,898,799</u>

10. Net asset value per share

Net asset value per share is computed based on the net assets of HK\$231,992,867 (31 December 2001: HK\$232,897,799) and the number of issued and fully paid up shares of 899,900,000 (31 December 2001: 899,900,000) as at 30 June 2002.

INTERIM DIVIDEND

The Board resolved not to pay an interim dividend for the six months ended 30 June 2002 (2001: Nil).

REVIEW AND OUTLOOK

During the period under review, investment projects of the Group in both the PRC and Hong Kong have performed moderately under the difficult business environment and intense market competition.

The accession of China to the World Trade Organization and the successful bid by Beijing to host the 2008 Olympics are likely to speed up the pace of economic growth in the PRC. The PRC market is set to open further and will result in bringing more opportunities to the benefit of the Group. Together with our strong balance sheet and cash position, the Group believes that the investments in either the PRC or Hong Kong will develop steadily with a view of gaining high investment returns and yields for our shareholders.