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COL Capital Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 383)

**ANNOUNCEMENT OF INTERIM RESULTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2012**

UNAUDITED RESULTS OF THE GROUP

The Board of Directors (the “Directors”) of COL Capital Limited (the “Company”) announces the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 31 December 2012 together with the comparative figures for the corresponding period in 2011 as follows:–

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2012

| | | Six months ended | |
|-----------------------------------------------------------|--------------|-------------------------|---------------------------|
| | | 31.12.2012 | 31.12.2011 |
| | <i>NOTES</i> | <i>HK\$’000</i> | <i>HK\$’000</i> |
| | | (unaudited) | (unaudited) (restated) |
| Revenue | 3 | 168,061 | 26,731 |
| Gross proceeds from sales of investments held for trading | | <u>402,454</u> | <u>155,571</u> |
| | | <u>570,515</u> | <u>182,302</u> |
| Revenue | 3 | 168,061 | 26,731 |
| Cost of sales | | <u>(132,436)</u> | <u>–</u> |

| | <i>NOTES</i> | Six months ended | |
|-----------------------------------------------|--------------|------------------------------------------------------------|------------------------------------------------------------|
| | | 31.12.2012 <i>HK\$'000</i> (unaudited) | 31.12.2011 <i>HK\$'000</i> (unaudited) (restated) |
| Gross profit | | 35,625 | 26,731 |
| Other gains and losses | 5 | 125,850 | (335,544) |
| Other income | | 9,813 | 15,271 |
| Selling and distribution costs | | (2,800) | – |
| Administrative expenses | | (56,737) | (27,599) |
| Other expenses | | (752) | – |
| Finance costs | 6 | (61,483) | (35,671) |
| Share of profits of associates | | 13,099 | 10,296 |
| Profit (loss) before taxation | | 62,615 | (346,516) |
| Taxation | 7 | 156 | (133) |
| Profit (loss) for the period | 8 | <u>62,771</u> | <u>(346,649)</u> |
| Profit (loss) for the period attributable to: | | | |
| Owners of the Company | | 86,258 | (340,328) |
| Non-controlling interests | | <u>(23,487)</u> | <u>(6,321)</u> |
| | | <u>62,771</u> | <u>(346,649)</u> |
| Earnings (loss) per share | | | |
| – Basic and diluted | 10 | <u>HK\$0.16</u> | <u>HK\$(0.62)</u> |

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**

FOR THE SIX MONTHS ENDED 31 DECEMBER 2012

| | Six months ended | |
|-------------------------------------------------------------------------------------------------------------------|-------------------------|------------------|
| | 31.12.2012 | 31.12.2011 |
| | <i>HK\$'000</i> | HK\$'000 |
| | (unaudited) | (unaudited) |
| | | (restated) |
| Profit (loss) for the period | <u>62,771</u> | <u>(346,649)</u> |
| Other comprehensive income (expense) | | |
| Items that will be reclassified subsequently to profit or loss: | | |
| Net loss on available-for-sale investments: | | |
| Loss on fair value changes | (6,427) | (225,997) |
| Reclassification adjustment upon disposal of available-for-sale investments | (65) | 266 |
| Reclassification adjustment upon impairment of available-for-sale investments | – | 4,543 |
| Share of other comprehensives expense of associates | <u>(3,815)</u> | <u>(711)</u> |
| | <u>(10,307)</u> | <u>(221,899)</u> |
| Exchange differences arising on translation: | | |
| Exchange gain arising from translation of foreign operation | 8,989 | 2,423 |
| Share of other comprehensive income (expense) of associates | 14,003 | (30,342) |
| Reclassification adjustment – transfer translation reserve to profit or loss upon deemed disposal of an associate | <u>(18,634)</u> | <u>–</u> |
| | <u>4,358</u> | <u>(27,919)</u> |
| Other comprehensive expense for the period | <u>(5,949)</u> | <u>(249,818)</u> |
| Total comprehensive income (expense) for the period | <u>56,822</u> | <u>(596,467)</u> |
| Total comprehensive income (expense) attributable to: | | |
| Owners of the Company | 81,279 | (590,146) |
| Non-controlling interests | <u>(24,457)</u> | <u>(6,321)</u> |
| | <u>56,822</u> | <u>(596,467)</u> |

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2012

| | <i>NOTES</i> | 31.12.2012 <i>HK\$'000</i> (unaudited) | 30.6.2012 <i>HK\$'000</i> (audited) (restated) |
|----------------------------------------------------------|--------------|----------------------------------------------|---------------------------------------------------------|
| Non-current assets | | | |
| Investment properties | | 159,227 | 159,227 |
| Property, plant and equipment | | 1,476,893 | 6,751 |
| Prepared lease payments | | 123,307 | – |
| Interests in associates | | 1,009,932 | 1,159,238 |
| Available-for-sale investments | | 195,874 | 200,954 |
| Intangible assets | | 15,552 | – |
| | | 2,980,785 | 1,526,170 |
| Current assets | | | |
| Inventories | | 16,496 | – |
| Properties under development for sale | | 1,026,853 | – |
| Properties held for sale | | 33,682 | – |
| Prepaid lease payments | | 3,050 | – |
| Available-for-sale investments | | 94,822 | 39,085 |
| Investments held for trading | | 1,013,405 | 1,123,202 |
| Debtors, deposits and prepayments | <i>11</i> | 234,288 | 131,926 |
| Loans receivable | | 103,761 | 558,841 |
| Taxation recoverable | | 4,997 | 4,997 |
| Pledged bank deposits | | 88,592 | 7,801 |
| Restricted bank deposits | | 36,378 | – |
| Bank balances and cash | | 526,122 | 74,007 |
| | | 3,182,446 | 1,939,859 |
| Current liabilities | | | |
| Creditors and accrued charges | <i>12</i> | 406,587 | 19,108 |
| Deposits received on sales of properties | | 401,880 | – |
| Customers' deposits and receipts in advance | | 25,467 | 2,132 |
| Consideration payable | | 43,395 | – |
| Amount due to an associate | | 8,060 | – |
| Borrowings – due within one year | | 2,131,167 | 1,505,104 |
| Obligations under financial leases – due within one year | | 31,196 | – |
| Derivative financial instruments | | – | 13,093 |
| Taxation payable | | 79,646 | 79,646 |
| | | 3,127,398 | 1,619,083 |

| <i>NOTES</i> | 31.12.2012 <i>HK\$'000</i> (unaudited) | 30.6.2012 <i>HK\$'000</i> (audited) (restated) |
|------------------------------------------------------------|-------------------------------------------------------------------|---------------------------------------------------------|
| Net current assets | <u>55,048</u> | <u>320,776</u> |
| Total assets less current liabilities | <u>3,035,833</u> | <u>1,846,946</u> |
| Non-current liabilities | | |
| Deferred tax liabilities | 119,576 | – |
| Borrowings – due after one year | 250,307 | – |
| Obligations under financial leases – due after one year | 60,651 | – |
| Bonds | 247,000 | – |
| Consideration payable | <u>43,397</u> | <u>–</u> |
| | <u>720,931</u> | <u>–</u> |
| | <u>2,314,902</u> | <u>1,846,946</u> |
| Capital and reserves | | |
| Share capital | 5,426 | 5,445 |
| Reserves | <u>1,882,046</u> | <u>1,799,050</u> |
| Equity attributable to owners of the Company | <u>1,887,472</u> | <u>1,804,495</u> |
| Non-controlling interests | <u>427,430</u> | <u>42,451</u> |
| Total equity | <u>2,314,902</u> | <u>1,846,946</u> |

NOTES:

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”) and with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain properties and financial instruments, which are measured at revalued amounts or fair values, as appropriate.

3. REVENUE

| | Six months ended | |
|-----------------------------------------|-------------------------|--------------------|
| | 31.12.2012 | 31.12.2011 |
| | HK\$'000 | HK\$'000 |
| | (unaudited) | (unaudited) |
| Dividend income from listed investments | 11,259 | 10,196 |
| Interest income from loans receivable | 8,525 | 14,932 |
| Rental income | 1,879 | 1,603 |
| Hospital fees and charges | 121,542 | – |
| Revenue from sales of properties | 24,856 | – |
| | 168,061 | 26,731 |

4. SEGMENT INFORMATION

Segment information is presented based on the internal reports about components of the Group that are regularly reviewed by the chief operating decision maker, represented by the executive directors of the Company, for the purpose of allocating resources to segments and assessing their performance.

The Group is organised into five operating and reportable segments as follows:

Securities trading and investments – trading of securities in Hong Kong and oversea markets.

Financial services – provision of financial services.

Property investment – leasing of residential properties and office spaces.

Property development – developing, selling and trading of properties and land in the People’s Republic of China (“PRC”).

Hospital – operations of hospitals in the PRC.

The property development and hospital businesses are new operating and reportable segments subsequent to the Group’s acquisition of these new businesses through the acquisition of Extra Earn Holdings Limited (“Extra Earn”) during the six months ended 31 December 2012.

For the six months ended 31 December 2012

| | Securities trading and investments <i>HK\$’000</i> | Financial services <i>HK\$’000</i> | Property investment <i>HK\$’000</i> | Property development <i>HK\$’000</i> | Hospital <i>HK\$’000</i> | Consolidated <i>HK\$’000</i> |
|--------------------------------------------------------------|-------------------------------------------------------------|------------------------------------------|-------------------------------------------|--------------------------------------------|-----------------------------|---------------------------------|
| Gross proceeds from sales of investments held for trading | <u>402,454</u> | <u>–</u> | <u>–</u> | <u>–</u> | <u>–</u> | <u>402,454</u> |
| Revenue | <u>11,259</u> | <u>8,525</u> | <u>1,879</u> | <u>24,856</u> | <u>121,542</u> | <u>168,061</u> |
| Segment profits (losses) | <u>39,046</u> | <u>4,594</u> | <u>650</u> | <u>1,959</u> | <u>(21,122)</u> | <u>25,127</u> |
| Other income | | | | | | 1,024 |
| Gain on deemed disposal of an associate | | | | | | 34,794 |
| Discount on acquisition of subsidiaries | | | | | | 27,541 |
| Central corporate expenses | | | | | | (16,422) |
| Share of profits of associates | | | | | | 13,099 |
| Finance costs | | | | | | <u>(22,548)</u> |
| Profit before taxation | | | | | | <u>62,615</u> |

For the six months ended 31 December 2011 (restated)

| | Securities trading and investments <i>HK\$'000</i> | Financial services <i>HK\$'000</i> | Property investment <i>HK\$'000</i> | Consolidated <i>HK\$'000</i> (restated) |
|--------------------------------------------------------------|-------------------------------------------------------------|------------------------------------------|-------------------------------------------|-----------------------------------------------|
| Gross proceeds from sales of investments held for trading | <u>155,571</u> | <u>–</u> | <u>–</u> | <u>155,571</u> |
| Revenue | <u>10,196</u> | <u>14,932</u> | <u>1,603</u> | <u>26,731</u> |
| Segment (losses) profits | <u>(353,079)</u> | <u>10,378</u> | <u>(13,742)</u> | (356,443) |
| Other income | | | | 562 |
| Gain on partial disposal of an associate | | | | 2,143 |
| Central corporate expenses | | | | (3,074) |
| Share of profits of associates | | | | <u>10,296</u> |
| Loss before taxation | | | | <u>(346,516)</u> |

All of the segment revenue reported above is from external customers.

Segment profits or losses represents the profit or loss earned by each segment without allocation of certain interest income, gain on partial disposal of an associate, discount on acquisition of subsidiaries, gain on deemed disposal of an associate, central corporate expenses, share of profits of associates and certain finance costs. This is the measure reported to the Company's executive directors for the purpose of resource allocation and assessment of segment performance.

The following is an analysis of the Group's assets by operating and reportable segments:

| | 31.12.2012 <i>HK\$'000</i> (unaudited) | 30.6.2012 <i>HK\$'000</i> (audited) (restated) |
|------------------------------------|------------------------------------------------------------|---------------------------------------------------------|
| Securities trading and investments | 1,482,310 | 1,504,856 |
| Financial services | 105,511 | 564,429 |
| Property investment | 159,714 | 159,556 |
| Property development | 1,220,169 | – |
| Hospital | <u>1,551,455</u> | – |
| Total segment assets | 4,519,159 | 2,228,841 |
| Interests in associates | 1,009,932 | 1,159,238 |
| Corporate assets | <u>634,140</u> | <u>77,950</u> |
| Consolidated assets | <u>6,163,231</u> | <u>3,466,029</u> |

5. OTHER GAINS AND LOSSES

| | Six months ended | |
|-----------------------------------------------------------------|-------------------------|-------------------------|
| | 31.12.2012 | 31.12.2011 |
| | <i>HK\$'000</i> | <i>HK\$'000</i> |
| | (unaudited) | (unaudited) |
| Change in fair value of investments held for trading | 32,736 | (341,183) |
| Change in fair value of derivative financial instruments | 29,735 | 4,258 |
| Net profit (loss) on disposal of available-for-sale investments | 65 | (266) |
| Impairment loss recognised on available-for-sale investments | – | (4,543) |
| Gain on partial disposal of an associate | – | 2,143 |
| Net foreign exchange gain | 979 | 4,047 |
| Gain on deemed disposal of an associate | 34,794 | – |
| Discount on acquisition of subsidiaries | 27,541 | – |
| | <u>125,850</u> | <u>(335,544)</u> |

6. FINANCE COSTS

The finance costs represent interest on bank and other borrowings as follows:

| | Six months ended | |
|-----------------------------------------------------|-------------------------|----------------------|
| | 31.12.2012 | 31.12.2011 |
| | <i>HK\$'000</i> | <i>HK\$'000</i> |
| | (unaudited) | (unaudited) |
| Interest on: | | |
| Other borrowings wholly repayable within five years | 31,322 | 35,671 |
| Bank borrowings wholly repayable within five years | 21,639 | – |
| Bank borrowings wholly repayable after five years | 3,099 | – |
| Promissory note | 3,095 | – |
| Obligations under finance leases | 2,328 | – |
| | <u>61,483</u> | <u>35,671</u> |

7. TAXATION

| | Six months ended | |
|----------------------------------|-------------------------|---------------------|
| | 31.12.2012 | 31.12.2011 |
| | <i>HK\$'000</i> | <i>HK\$'000</i> |
| | (unaudited) | (unaudited) |
| The current tax comprises: | | |
| Enterprise income tax in the PRC | (290) | (133) |
| Deferred tax credit | 446 | – |
| | <u>156</u> | <u>(133)</u> |

Hong Kong Profits Tax is calculated at 16.5% on the estimated assessable profit for both periods.

Enterprise income tax in the PRC is calculated at 25% of estimated assessable profit for both periods.

8. PROFIT (LOSS) FOR THE PERIOD

| | Six months ended | |
|---------------------------------------------------------------------------------------|------------------|-------------|
| | 31.12.2012 | 31.12.2011 |
| | HK\$'000 | HK\$'000 |
| | (unaudited) | (unaudited) |
| Profit (loss) for the period has been arrived at after charging (crediting): | | |
| Staff costs including directors' emoluments | 56,318 | 12,277 |
| Depreciation of property, plant and equipment | 18,918 | 213 |
| Release of prepaid lease payments | 2,485 | – |
| Amortisation of intangible assets | 1,264 | – |
| Interest income from: | | |
| – loan notes | – | (6,145) |
| – available-for-sale debt instruments | (1,265) | (8,167) |
| – bank deposits and others | (932) | (706) |
| Cost of inventories recognised as an expense (included in cost of sales) | 54,193 | – |
| Cost of properties held for sale recognised as an expense (included in cost of sales) | 20,618 | – |

9. DIVIDENDS

| | Six months ended | |
|-------------------------------------------------------------------------------------------------------------------|------------------|-------------|
| | 31.12.2012 | 31.12.2011 |
| | HK\$'000 | HK\$'000 |
| | (unaudited) | (unaudited) |
| Dividend recognised as distribution – final dividend for eighteen months ended 30 June 2011 of HK\$0.04 per share | – | 21,922 |

The directors do not recommend the payment of an interim dividend.

10. EARNINGS (LOSS) PER SHARE

The calculation of the basic and diluted earnings (loss) per share attributable to the owners of the Company is based on the following data:

| | Six months ended | |
|-------------------------------------------------------------------------------------------------------------------------|---------------------|---------------------------|
| | 31.12.2012 | 31.12.2011 |
| | HK\$'000 | HK\$'000 |
| | (unaudited) | (unaudited) (restated) |
| Earnings (loss) for the purpose of basic and diluted earnings (loss) per share attributable to owners of the Company | <u>86,258</u> | <u>(340,328)</u> |
| | Number of shares | Number of shares |
| Weighted average number of ordinary shares for the purposes of basic and diluted earnings (loss) per share | <u>543,098,817</u> | <u>550,248,253</u> |

11. DEBTORS, DEPOSITS AND PREPAYMENTS

| | 31.12.2012 | 30.6.2012 |
|---------------------------------------------------------------|----------------|----------------|
| | HK\$'000 | HK\$'000 |
| | (unaudited) | (audited) |
| Debtors from securities trading | 28,909 | 5,727 |
| Trade receivables arising from hospital operations | 43,036 | – |
| Deposits and receivables from the financial institutions | 61,133 | 97,754 |
| Prepayments | 16,901 | – |
| Prepaid business taxes and other PRC taxes | 27,650 | – |
| Amount due from a company owned by a director of a subsidiary | 15,283 | – |
| Other debtors and deposits | <u>41,376</u> | <u>28,445</u> |
| | <u>234,288</u> | <u>131,926</u> |

The settlement terms of debtors from securities trading are 2-3 days after trade date.

The customers of hospital operations are either settled by cash, credit card or medical insurance. For credit card payment, the banks will pay the Group usually 7 days after the trade date. The medical insurance companies will usually pay the Group 90 days after the trade date.

The following is an aged analysis of trade receivables from hospital operations presented based on the invoice date (approximate the trade date) at the end of the reporting period:

| | 31.12.2012 <i>HK\$'000</i> (unaudited) | 30.6.2012 <i>HK\$'000</i> (audited) |
|--------------|------------------------------------------------------------|-------------------------------------------|
| 0 – 30 days | 26,097 | – |
| 31- 60 days | 11,686 | – |
| 61 – 90 days | 5,253 | – |
| | <u>43,036</u> | <u>–</u> |

12. CREDITORS AND ACCRUED CHARGES

| | 31.12.2012 <i>HK\$'000</i> (unaudited) | 30.6.2012 <i>HK\$'000</i> (audited) |
|----------------------------------------------------------------------------------------------|------------------------------------------------------------|-------------------------------------------|
| Trade payables to construction contractors and of hospital operations | 252,849 | – |
| Creditors from securities trading | 28,208 | 9,737 |
| Accrued compensation for late delivery of properties held for sale | 10,905 | – |
| Accrued construction cost for properties under development for sale | 14,044 | – |
| Construction cost payable for hospital buildings classified as property, plant and equipment | 29,870 | – |
| Other creditors and accrued charges | 70,711 | 9,371 |
| | <u>406,587</u> | <u>19,108</u> |

The settlement terms of creditors from securities trading are 2 – 3 days after trade date. Trade payables of hospital operations principally comprise amounts outstanding for trade purchases. Trade payables to construction contractors comprise construction costs and other project-related expenses. The normal credit period taken for these trade payables is 30 – 60 days.

The following is an aged analysis of trade payables to construction contractors and of hospital operations presented based on the invoice date at the end of the reporting period:

| | 31.12.2012 <i>HK\$'000</i> (unaudited) | 30.6.0212 <i>HK\$'000</i> (audited) |
|-------------------------------------------|------------------------------------------------------------|-------------------------------------------|
| 0 – 30 days | 63,756 | – |
| 31- 60 days | 4,793 | – |
| 61 – 90 days | 482 | – |
| 91 – 365 days | 92,588 | – |
| Over 1 year but not exceeding two years | 19,994 | – |
| Over 2 years but not exceeding five years | 71,236 | – |
| | <u>252,849</u> | <u>–</u> |

DIVIDEND

The Directors do not recommend the payment of interim dividend for the period ended 31 December 2012 (2011: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL RESULTS

For the six months ended 31 December 2012, the Group recorded a total revenue of HK\$570,515,000 (2011: HK\$182,302,000) and a profit attributable to shareholders of HK\$86,258,000 (2011: restated, loss of HK\$340,328,000) which was mainly attributable to change in fair value of the investment portfolios of the Group of HK\$62,471,000 (2011: losses of HK\$336,925,000), gain on deemed disposal of an associate of HK\$34,794,000 (2011: nil) and discount on acquisition of subsidiaries of HK\$27,541,000 (2011: nil). Earnings per share (basic and diluted) for the six months ended 31 December 2012 was HK\$0.16 compared to a loss per share (basic and diluted) (restated) of HK\$0.62 for the corresponding period of financial year 2011.

The Group's net asset value per share as at 31 December 2012 was HK\$3.48 (2011: restated HK\$3.64).

REVIEW OF OPERATIONS

Securities Trading and Investments

The six months ended 31 December 2012 saw improved sentiments in the global economic environment. The pessimism over the European sovereign debt crisis was reduced by the positive measures undertaken by the European Central Bank. Further, the economic hard landing expected for the Chinese economy was avoided and instead there was robust growth evidenced in its economy. Also the threat of adverse consequences of the U.S fiscal cliff was avoided which provided some welcome relief, however brief, to the financial markets. All these contributed to a more upbeat economic and financial environment towards the end of 2012 as compared with last year. Riding on the improved market outlook, the Group managed to dispose of part of its investment portfolio and recorded an increased turnover of HK\$413,713,000 (2011: HK\$165,767,000) and profit of HK\$39,046,000 (2011: loss of HK\$353,079,000), mostly due to the changes in fair value of its trading portfolio of HK\$32,736,000 (2011: loss of HK\$341,183,000) and derivative financial instruments of HK\$29,735,000 (2011: HK\$4,258,000). As at 31 December 2012, the Group maintained a portfolio of available-for-sale investments of HK\$290,696,000 (2011: HK\$449,022,000) and a trading portfolio of HK\$1,013,405,000 (2011: HK\$1,098,910,000).

Money Lending

During the period under review, the Group's money lending business recorded a decreased turnover of mainly interest income of HK\$8,525,000 (2011: HK\$14,932,000) and a profit of HK\$4,594,000 (HK\$2011: HK\$10,378,000) from its loan portfolio. As at 31 December 2012, the Group's loan portfolio was reduced to HK\$103,761,000 (2011: HK\$150,898,000).

Property Investments

The Group's investment properties located in Hong Kong and China recorded a rental income of HK\$1,879,000 (2011: HK\$1,603,000) and profit of HK\$650,000 (2011: loss of HK\$13,742,000). As at 31 December 2012, the Group's investment properties portfolio amounted to HK\$159,227,000 (2011: HK\$142,266,000).

Property Development and Hospital Operation

For the period ended 31 December 2012, following the acquisition of 19.34% of the entire issued share capital of Extra Earn Holdings Limited ("Extra Earn"), the completion of assets reorganization of Extra Earn ("Acquisition and Assets Reorganization of Extra Earn") and the subscription of equity interest in Jiatai Tongren (Lianyungang) Healthcare Investment Co., Limited (嘉泰同仁(連雲港)醫療產業投資有限公司) ("Jiatai Tongren") in September 2012 and December 2012 respectively, the Company became directly interested in Jiatai Tongren representing approximately 69.52% of the entire registered capital of Jiatai Tongren and its result and assets and liabilities thereof had been consolidated into that of the Group. Upon completion of the Acquisition and Assets Reorganization of Extra Earn, Jiatai Tongren has also successfully changed its business scope to investment in and operation of healthcare institutions and other investments in the PRC. Consequently its business name was also changed to better reflect the new business scope.

Jiatai Tongren, and through its PRC subsidiaries, is engaged in the investment in and operation of healthcare institutions, medical equipment and supplies trading, property development and other investments in PRC. Jiatai Tongren's hospital ownership and operation consists of the Nanjing Tongren Hospital (南京同仁醫院) opened in 2007 with a capacity of 1,200 beds, and 969 medical staff and employees; the Kunming Tongren Hospital (昆明同仁醫院) opened in 2010 with a capacity of 500 beds, and 665 medical staff and employees; and Yunnan Xinxinhua Hospital (雲南新新華醫院) opened in 2004 with a capacity of 240 beds, and 372 medical staff and employees. All three are integrated hospitals offering a wide range of comprehensive clinical and healthcare services. During the period under review, the Group's hospital operation contributed a turnover of HK\$121,542,000 and a loss of HK\$21,122,000.

Of Jiatai Tongren's property development business, it has a development project, 康雅苑, Phase 2 and 3, located at Jiangning Development Zone, Nanjing, PRC with a total gross floor area of approximately 125,400 sqm with construction expected to be completed in June 2013 and June 2015 respectively. During the period under review, the Group's property development business recorded a turnover of HK\$24,856,000 and a profit of HK\$1,959,000.

PRINCIPAL ASSOCIATED COMPANIES

For the six months ended 31 December 2012 the share of profits of associates of the Group, gain on deemed disposal of an associate and gain on partial disposal of an associate was HK\$13,099,000 (2011: restated HK\$10,296,000), HK\$34,794,000 (2011: nil) and nil (2011: HK\$2,143,000) respectively. As at 31 December 2012, the Group's investment in associates was HK\$1,009,932,000 (2011: restated HK\$1,424,202,000).

Mabuhay Holdings Corporation (“MHC”) – approximately 30.42% owned by the Group

MHC is a company incorporated in the Philippines with its common shares listed on the Philippine Stock Exchange and is engaged in investment in securities, properties, and other investments in the Philippines. MHC's major asset is its approximately 40% interest in IRC Properties, Inc. (formerly known as Interport Resources Corporation)(“IRC”), whose common shares are also listed on the Philippine Stock Exchange. IRC is principally engaged in real estate development with three real estate projects, inclusive of two socialize housing projects (in joint venture, with one in development phase and another in design phase) and a condominium project (in design phase), in the Binangonan area of Rizal Province close to Metro-Manila in the Philippines. MHC will be announcing its results for the year ended 31 December 2012 subsequent to the Group's interim result announcement. The Group has incorporated the consolidated results of MHC based on its unaudited management accounts.

Extra Earn – 38.67% owned by the Group

Extra Earn is an investment holding company and through its PRC subsidiaries is engaged in urban infrastructure development, property development, hospital ownership and operations, and other investments in the PRC. Immediately before the Acquisition and Assets Reorganization of Extra Earn as mentioned in the section “Property Development and Hospital Operation” under Review of Operations, Extra Earn's result and assets and liabilities had been equity accounted for in the consolidated financial statement of the Group.

Think Future Investments Limited (“Think Future”) – 30% owned by the Group

For the period under review, following the allotment and subscription of new shares of Think Future, the Group's shareholding in Think Future decreased to 30% from 33.33%. Think Future is an investment holding company and through its direct subsidiary, Tide Holdings (H.K.) Limited (“Tide Holdings”) and other indirect subsidiaries (collectively the “Think Future Group”), is engaged in property development and project management businesses in the PRC. Currently Think Future Group has a development project located in Zhu Jia Jiao County, Shanghai which is developing into a showcase project comprising health industry headquarters and base, offering health and care services packages to the elderly.

In January 2013, Tide Holdings entered into a strategic cooperation agreement with Media China Corporation Limited, a company incorporated in Cayman Islands with its shares listed on The Stock Exchange of Hong Kong Limited (“Hong Kong Stock Exchange”), to develop businesses and projects related to the development of the healthcare industry in the PRC.

APAC Resources Limited (“APAC”) – approximately 29.81% owned by the Group

During the six months ended 31 December 2012, as a result of the acquisition of 130,000,000 additional shares of APAC, a company incorporated in Bermuda with its shares listed on the Hong Kong Stock Exchange, in July 2012 and the share repurchase conducted by APAC, the Group’s shareholding in APAC increased to approximately 29.81% from 27.9%. APAC is a well-established natural resources investment house with strategic interests in private and listed natural resources companies, and a trading arm supplying commodities to PRC. Focused on natural resources, its business lines comprise primary strategic investment, resource investment and commodity business. APAC’s primary strategic investments include its approximately 26.6% shareholding in Mount Gibson Iron Limited (“MGX”), the fifth largest iron ore producer in Australia and approximately 24.1% shareholding in Metals X Limited (“MLX”), Australia’s largest tin producer. MGX is a leading West Australian pure-play hematite iron ore producer listed on the Australian Stock Exchange. MGX has three mines in production with annual capacity of 10 million tonnes per annum of Direct Shipping Ore. MLX is an Australian-based emerging diversified resource group with a primary focus on tin via its 50% interest in the producing Renison mine in Tasmania, nickel via its world-scale Wingellina nickel project, and gold via the Central Murchison gold project and the Rover 1 gold project after the recent merger with Westgold Resources Limited. MLX also has indirect exposure to copper and bauxite through its portfolio of strategic investments, namely Reed Resources Limited, Mongolian Resource Corporation, and Aziana Limited. APAC’s commodity business is based in Shanghai, currently trading iron ore and coal, and dominated by two offtake agreements with MGX and the shipments are sold on the spot market to steel mills and traders in PRC.

For the period under review, APAC recorded a revenue of HK\$442,201,000 (2011: HK\$680,524,000) and profit attributable to shareholders of HK\$81,567,000 (2011: restated HK\$29,959,000). APAC’s primary strategic investments reported an overall profit of HK\$109,704,000 (2011: restated HK\$228,668,000), and resource investment portfolio posted a loss of HK\$4,641,000 (2011: loss of HK\$148,080,000). APAC’s commodity business achieved a modest profit of HK\$5,119,000 (2011: profit of HK\$3,310,000).

FINANCIAL RESOURCES, BORROWINGS, CAPITAL STRUCTURE AND EXPOSURES TO FLUCTUATIONS IN EXCHANGE RATES

As at 31 December 2012, the Group’s non-current assets of HK\$2,980,785,000 (2011: restated HK\$1,968,237,000) consisted of investment properties of HK\$159,227,000 (2011: HK\$142,266,000); property, plant and equipment of HK\$1,476,893,000 (2011: HK\$5,119,000); prepaid lease payments of HK\$123,307,000 (2011: nil), interests in associates of HK\$1,009,932,000 (2011: restated HK\$1,424,202,000), available-for-sale investments of HK\$195,874,000 (2011: HK\$396,650,000) and intangible assets of HK\$15,552,000 (2011: nil). These non-current assets are principally financed by shareholders’ fund. As at 31 December 2012, the Group had net current assets of HK\$55,048,000 (2011: HK\$64,276,000).

As at 31 December 2012, the total borrowings of the Group amounted to HK\$2,628,474,000 (2011: HK\$1,389,614,000) consisting of securities margin loans of HK\$1,045,029,000 (2011: HK\$1,239,614,000), unsecured term loan of HK\$70,000,000 (2011: HK\$150,000,000), promissory note of HK\$91,970,000 (2011: nil), secured bank borrowings of HK\$1,038,810,000 (2011: nil), unsecured bank borrowings of HK\$135,665,000 (2011: nil) and bonds of HK\$247,000,000 (2011: nil). Among the total borrowings, an amount of borrowings of HK\$250,307,000 (2011: nil) and bonds of HK\$247,000,000 (2011: nil) were with maturity of more than one year but less than five years. As at 31 December 2012, the Group's gearing ratio, calculated on the basis of the Group's net borrowings (after pledged bank deposits, restricted bank deposits and bank balances and cash) over total equity, was 85.4% (2011: 57.7%).

During the period under review, the Group's assets, liabilities and transactions were mainly denominated in Hong Kong Dollar, Australian Dollar, Taiwan Dollar, Renminbi and Malaysian Ringgit. Because of the short term nature, the Group did not actively hedge risks arising from its Australian Dollar and Malaysian Ringgit denominated assets and transactions. The exchange rate of the Taiwan Dollar and Renminbi were relatively stable during the period. The Group was not materially affected by its exposure to these currencies.

As at 31 December 2012, the Group had capital commitments contracted but not provided for of HK\$19,581,000.

As at 31 December 2012, the Group had no material contingent liabilities.

CHARGE ON GROUP ASSETS

As at 31 December 2012, the Group's investments held for trading of HK\$975,136,000 (2011: HK\$1,029,150,000), interests in associates of HK\$992,762,000 (2011: nil), available-for-sale investments of HK\$250,791,000 (2011: HK\$159,690,000), pledged bank deposits of HK\$88,592,000 (2011: HK\$3,163,000), buildings (included in the property, plant and equipment) of HK\$586,674,000 (2011: nil) and properties under development for sale of HK\$140,257,000 (2011: nil) were pledged to securities houses and banks to secure credit facilities granted to the Group.

EMPLOYEES

The Group had 2,120 employees as at 31 December 2012 (2011: 16). The Group ensures that its employees are remunerated in line with market conditions and individual performance and the remuneration policies are reviewed on a regular basis.

PROSPECTS

Despite the rally seen in the global financial market in the beginning of 2013, the worry over the fragile economic conditions, political in-fighting and paralysis, with the consequential social unrest in the developed world, geo-political tension and posturing and the lack of momentum in growth in the emerging markets will continue to linger and weigh on the global economy and financial markets. Nevertheless, the Group believes that there will always be attractive investment opportunities available as companies and businesses become grossly undervalued. The Group will continue to cautiously seek and identify such opportunities in China, Hong Kong and the Asia Pacific region to improve its financial performance and enhance value for shareholders.

PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES

During the period, the Company repurchased a total of 1,812,000 ordinary shares in the capital of the Company on the Hong Kong Stock Exchange in the range from HK\$0.90 to HK\$1.18 for a total consideration of HK\$1,981,200. The said shares were subsequently cancelled.

Out of 1,812,000 repurchased ordinary shares, 1,496,000 repurchased ordinary shares were cancelled during the period, and the remaining 316,000 repurchased ordinary shares were cancelled subsequent to the period end date. The issued share capital of the Company was accordingly reduced by the par value of the repurchased ordinary shares so cancelled. The above repurchases were effected by the Directors pursuant to the mandate from shareholders, with a view to benefit Shareholders as a whole in enhancing the net assets value and/or earnings per share of the Company.

Save as disclosed above, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the period.

AUDIT COMMITTEE REVIEW

The Audit Committee has reviewed with the management of the Company (the "Management") the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters including a general review of the interim report (including unaudited interim condensed consolidated financial statements for the six months ended 31 December 2012). In carrying out this review, the Audit Committee has relied on a review conducted by the Group's external auditor, Deloitte Touche Tohmatsu, in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA as well as reports obtained from the Management. The Audit Committee has not undertaken detailed independent audit checks.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Company has complied with the applicable code provisions of the Corporate Governance Code as set out in Appendix 14 of the Rules Governing The Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”) throughout the six months ended 31 December 2012.

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix 10 of the Listing Rules as the Company’s code of conduct regarding Director’s securities transactions. Having made specific enquiry with all Directors, they have confirmed their compliance with the required standard as set out in the Model Code throughout the six months ended 31 December 2012.

By Order of the Board
COL Capital Limited
Chong Sok Un
Chairman

Hong Kong, 27 February 2013

As at the date of this announcement, the Board comprises Ms. Chong Sok Un (Chairman), Dato’ Wong Peng Chong and Mr. Kong Muk Yin as Executive Directors; and Mr. Lau Siu Ki, Mr. Ma Wah Yan and Mr. Zhang Jian as Independent Non-Executive Directors.