

## PROSPECTS

Despite the repeated cuts in interest rates, the local economy has shown no clear signs of recovery. Nevertheless, Government's recent announcement of the new Home Ownership Scheme policy would help stabilize the residential property market. The Group's forthcoming pre-sale of the residential units of Phase I of the redevelopment at 201 Tai Kok Tsui Road is expected to benefit from a stable market.

As the disposal of 50% of the sales proceeds of the domestic portion of the redevelopment at 201 Tai Kok Tsui Road will represent the major source of revenue for this year, it is anticipated that, in the absence of unforeseen circumstances, the results for the full year of 2001 will not differ materially from those of the interim period.