

The board of directors (the “Board”) of Hong Kong Catering Management Limited (“the Company”) is pleased to present to shareholders the unaudited interim report of the Company and its subsidiaries (“the Group”) for the six months ended 30th September 2001.

RESULTS

The Group recorded an increase in turnover of 1.2% from HK\$532.7 million to HK\$539.10 million while the profit attributable to shareholders has dropped by 57.0% from HK\$18.6 million to HK\$8.0 million. The drastic decrease in profit margin was primarily due to increase in staff costs with the full impact of Mandatory Provident Fund (“MPF”) reflected for the first time in our interim results. Also, the Group only consolidated 60.15% of the profits attributable to Saint Honore Holdings Limited (“SHHL”) and its subsidiaries as the remaining equitable interest was distributed to our then shareholders in November last year.

INTERIM DIVIDENDS

The directors have declared an interim dividend of HK 1.5 cents (2000: HK 3 cents) per ordinary share for the six months ended 30th September 2001 to shareholders whose names appear in the register of members of the Company on 11th January 2002. The dividend will be payable on or about 29th January 2002.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from 14th January 2002 to 17th January 2002, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the proposed interim dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company’s Registrar, Central Registration Hong Kong Limited, Shops 1712-6, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong not later than 4:00 p.m. on 11th January 2002.