

### REVIEW OF THE RESULTS

The Group reported a turnover of approximately HK\$21.3 million for the six months ended 30th September, 2001, representing a decrease of 96% from approximately HK\$525.8 million for the corresponding period in the last year. The decrease was primarily due to the disposal of the subsidiaries in manufacturing business during the period.

The Group recorded a loss of approximately HK\$30 million for the six months ended 30th September, 2001 compared to a loss of approximately HK\$28.7 million for the corresponding period in last year. This was mainly attributable to the loss arising from sharing the results of associates of approximately HK\$8.8 million, the disposal of an associate of approximately HK\$10.2 million, the loss on investment in securities of approximately HK\$12.8 million.