

The directors of New Spring Holdings Limited (the “Company”) are pleased to present the results of the Company and its subsidiaries (the “Group”) for the six-months ended 30th September 2001. The Group’s combined results, combined cash flow statement and combined statement of recognized gain and losses for the same period, and the combined balance sheet as at 30th September 2001, all unaudited and condensed, along with selected explanatory notes, are set out on pages 5 to 16 of this report.

MANAGEMENT DISCUSSION AND ANALYSIS

During the six months ended 30th September 2001, the Group recorded an unaudited combined turnover of approximately HK\$77,556,000 representing a decrease of 7% over that of last period. The unaudited profit attributable to shareholders was approximately HK\$13,803,000 representing a decrease of 8% over that of last period and mainly due to the keen competition and worldwide recession.

