

CAFÉ DE CORAL HOLDINGS LIMITED

(Incorporated in Bermuda with Limited Liability)

大家樂集團有限公司

INTERIM REPORT TO SHAREHOLDERS
FOR THE YEAR ENDING 31ST MARCH, 2003

HIGHLIGHTS

- Half-year Group performance continues with its sixth consecutive year of profit growth to HK\$126 million.
- Facing the formidable challenges of an enlarged earning base in such economic hard times, the Group continues to improve on its net profit margin for the sixth consecutive year.
- Solid results are achieved through setting new growth platforms, breaking new development frontiers and embracing new business processes.
- On the strength of our healthy net cash position, enhanced value is proposed to return to shareholders with an interim dividend increase of over 40% against last year.
- We are honoured that the Group's Chairman was awarded with the "Bauhinia Cup Outstanding Entrepreneur Awards" and that the Group was awarded with the "Business Excellence Award 2002" and was recognized, for the fifth consecutive year, as one of the World's "Best Under a Billion".
- The Group is proactively searching for a viable development platform in China to truly globalize its business horizon across the continents.