

The Directors of Same Time Holdings Ltd. (the "Company") wish to present the Group's Interim Report and condensed accounts for the six months ended 30th September 2002. The consolidated results, consolidated cash flow statement and consolidated statement of changes in equity for the Group for the six months ended 30th September 2002, and the consolidated balance sheet as at 30th September 2002 of the Group, all of which are unaudited and condensed, along with selected explanatory notes, are set out on pages 11 to 18 of this report.

Business review and prospects

Operation review

The Group's turnover for the six months ended 30th September 2002 amounted to HK\$203,311,000, representing a decrease of 15% as compared to the same period in previous year. The Group achieved a profit for the period of HK\$3,071,000 as compared to a profit of HK\$8,314,000 for the period ended 30th September 2001.

The Group is principally engaged in the manufacturing and selling of printed circuit board and consumer electronic product. The major markets include America, Europe, South East Asia, and Hong Kong & Mainland China which accounted for 32%, 30%, 23% and 15% of the total sales respectively.

The printed circuit board business performed unsatisfactorily due to the continued unfavorable market conditions and severe competition in the industry. Turnover for the period dropped 32% to HK\$126,434,000 and an operating profit of HK\$632,000 was recorded.

The electronic business achieved a growth of 42% in turnover and generated an operating profit of HK\$6,123,000. The satisfactory performance was a result of enhancement of customer base.

Prospects

After the continuous decline of turnover in the first four months, the printed circuit board business recovers steadily and gradually. The favorable performance in recent months will bring better results in the second half year.

Number and remuneration of employees, remuneration policies, bonus and share option schemes

As at 30th September 2002, approximately 3,036 staff and workers were employed in our Chang An Factory and Feng Gang Factory, and approximately 47 staff were employed in the Group's Hong Kong Office. Employees' costs, excluding directors' remuneration, amounted to HK\$22.7 million for the period ended 30th September 2002 (2001: HK\$20.8 million). Remuneration packages are generally structured with reference to the prevailing market practice and individual qualifications. The remuneration policies of the Group are normally reviewed on a periodic basis.

The Group maintains a share option scheme, pursuant to which share options are granted to selected eligible executives, with a view to provide employees with an appropriate incentive interests in the growth of the Group.

Share options

Share options are granted to directors, executives and employees under the share option scheme (the "Scheme") approved by members of the Company at a Special General Meeting held on 4th March 1992.

Details of the share options outstanding as at 30th September 2002 which have been granted under the scheme are as follows:

	Options held at 1st April 2002	Options granted during the period	Options exercised during the period	Options held at 30th September 2002	Exercise price HK\$	Grant date	Exercisable from	Exercisable until
Continuous contract employees	9,410,000	-	-	9,410,000	0.55	28th August 1997	28th August 1997	28th August 2003

No options expired, were granted, exercised or cancelled during the period.

Exposure to fluctuations in exchange rates and related hedges

The Group's borrowings are primarily denominated in Hong Kong dollars and RMB. The Group has no significant exposure to foreign exchange fluctuations.