

HyComm Wireless Limited

(11) Related party transactions *(continued)*

Note:–

- a. Plotio Investment (HK) Limited, Plotio Property and Management Company Limited, Plotio Property Consultants Limited, Keung Kee Cleaning Services Company Limited, Lee Wai Engineering Company Limited and Monchase Underwriters Limited are companies beneficially held by Mr. Lai Yiu Keung, executive director of the Company.
- b. King Alliance Limited is an associated company of the Group.
- c. T.K. Tsui & Associates is company directly held by Mr. Tsui Tack Kong, non-executive director of the Company.

(12) Comparative figures

Certain comparative figures have been reclassified to conform with current period's presentation.

INTERIM DIVIDEND

The Directors do not recommend the payment of an interim dividend for the six months ended 30 September 2002 (2001: nil).

BUSINESS REVIEW AND PROSPECTS

During the six months ended 30 September 2002, the Group was principally engaged in the business of property investment and trading of communication products. The Group recorded turnover for the period of approximately HK\$4.8 million and net loss for the period of approximately HK\$10.4 million. Net loss for the period is mainly attributable to amortisation of goodwill during the period under review.

Business review

During the period under review, the decrease in turnover by about HK\$31 million is mainly attributable to the income related to property related services and certain property development projects contributing to the Group up to 30 June 2001 but no such contribution for the period. The decrease in loss for the period by about HK\$22 million was due to impairment loss and loss on disposal of subsidiaries for six months ended 30 September 2001 did not occurred this period. The investment properties have continued to contribute the most to the Group and the Group's properties under development were still in a very preliminary stage.