

HIGHLIGHTS

Net turnover for the period amounted to approximately HK\$3.6 billion, representing an increase of about 8.9% over the same period last year.

Net profit attributable to shareholders for the period was HK\$182 million.

An interim dividend of HK10 cents per share was declared, unchanged from corresponding period in last year.

The management team strived to alleviate the impact of SARS on the various businesses by implementing strict measures to protect the staff and operating facilities of the Group in Beijing area.

The hardest hit sectors including tourism, hotel as well as expressway started to recover in June and continued their recovery in the third quarter.

On 29th August, 2003, Sanyuan Foods offered 150,000,000 new shares with nominal value of RMB1.00 each for subscription at an issue price of RMB2.60, representing 23.6% of its enlarged share capital. The Group may have an exceptional gain of approximately HK\$94 million upon completion of the new issue and its shareholding in Sanyuan Foods will be diluted from 74.77% to 57.11%. The shares of Sanyuan Foods will be traded on the Shanghai Stock Exchange A Share Market on 15th September, 2003.