

CHANGES IN COMPOSITION OF THE GROUP DURING THE INTERIM PERIOD

During the six months ended 30th June, 2003, there was no change in the composition of the Group.

SEGMENT INFORMATION

No analysis of the Group's turnover and contribution to the operating loss for the period by principal activities and geographical markets is provided as the Group has only one single business segment, which is investment holding, and less than 10% of the consolidated turnover, results and assets of the Group are attributable to markets outside Hong Kong.

SEASONALITY/CYCLICALITY OF INTERIM OPERATIONS

The management is not aware of any significant seasonal and cyclical factors which affect the Group's interim operations and results.

EMPLOYEES AND REMUNERATION POLICY

As at 30th June, 2003, the Group employed a total of 8 full-time employees, including the directors of the Group. Employees' remuneration are fixed and determined with reference to the market remuneration.

DETAILS OF THE CHARGES ON GROUP ASSETS

Pursuant to a banking facility agreement between the Group and a bank, the Group can pledge its listed securities to the bank for a loan up to 20% of the market value of the pledged securities.

As at 30th June, 2003, the Group's other investments with an aggregate market value of HK\$9,597,478 were pledged to a bank for the banking facility. In addition, a subsidiary has issued convertible bonds of HK\$10,000,000 in 2000 with a floating charge on the subsidiary's assets.