



德勤·關黃陳方會計師行

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**Deloitte
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INDEPENDENT REVIEW REPORT

TO THE BOARD OF DIRECTORS OF MILLENNIUM GROUP LIMITED

INTRODUCTION

We have been instructed by the Company to review the interim financial report on pages 10 to 22.

DIRECTORS' RESPONSIBILITIES

The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with Statement of Standard Accounting Practice 25 "Interim Financial Reporting" issued by the Hong Kong Society of Accountants and the relevant provisions thereof. The interim financial report is the responsibility of, and has been approved by, the directors.

It is our responsibility to form an independent conclusion, based on our review, on the interim financial report and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

REVIEW WORK PERFORMED

We conducted our review in accordance with Statement of Auditing Standards No. 700 "Engagements to Review Interim Financial Reports" issued by the Hong Kong Society of Accountants, except that the scope of our review was limited as explained below.

A review consists principally of making enquiries of group management and applying analytical procedures to the interim financial report and based thereon, assessing whether the accounting policies and presentation have been consistently applied unless otherwise disclosed. A review excludes audit procedures such as tests of controls and verification of assets, liabilities and transactions. It is substantially less in scope than an audit and therefore provides a lower level of assurance than an audit. Accordingly we do not express an audit opinion on the interim financial report.



INDEPENDENT REVIEW REPORT (Continued)

REVIEW WORK PERFORMED (Continued)

Included in investments in securities of the Group as at 31st December, 2003 is carrying amount of unlisted investment in CMEP Limited ("CMEP") amounting to HK\$137,858,000. Against the background disclosed in note 8 to the interim financial report, we were unable to obtain sufficient reliable financial information relating to CMEP so as to assess whether an impairment loss in respect of the unlisted investment in CMEP should be recognised in the interim financial report as at 31st December, 2003.

Modified review conclusion arising from limitation of review scope

On the basis of our review which does not constitute an audit, with the exception of the possible adjustments that might have been determined to be necessary had the above limitation not existed, we are not aware of any material modifications that should be made to the interim financial report for the six months ended 31st December, 2003.

Deloitte Touche Tohmatsu

Hong Kong

25th March, 2004