

## **INTERIM DIVIDEND AND CLOSURE OF REGISTER OF MEMBERS**

The Board declares an interim dividend of HK 3.00 cents per ordinary share for the six months ended 30 June 2005 payable to the shareholders whose names appear on the Register of Members of the Company at the close of business on Thursday, 13 October 2005. The Register of Members will be closed from Wednesday, 12 October 2005 to Thursday, 13 October 2005, both days inclusive, during which period no transfer of shares will be registered. To qualify for the interim dividend, all transfer documents accompanied by the relevant share certificates must be lodged with the Company's share registrar in Hong Kong, Tengis Limited at G/F, Bank of East Asia Harbour View Center, 56 Gloucester Road, Wanchai, Hong Kong for registration not later than 4:30 p.m. on Monday, 10 October 2005. The dividend will be paid on or around Thursday, 27 October 2005.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **Business Review**

#### **Overview**

Expedited by the declining performance in 2004, the Group has embarked on a program to enhance and transform its customer profile towards the long-term goal of engaging in businesses with first tier golf companies. The major incidents of 2004 have instigated the Group to immediately conduct an extensive review of the client portfolio and took initiative to modify its strategies and policies with respect to the less performing customers. In the meantime, active negotiations have been taking place with about four potential first tier customers, some of which have already placed orders with our Group with others expected to start a business relationship soon. The measures adopted represent an important step to strengthen our customer base for sustained growth.

To summarise, business had been progressing well during the first six months of 2005 though our Group had to operate under the continuing impact of certain incidents of 2004. With the pick up of new clients, we are confident that the worst time should have passed as the Group is taking forward its plan to actively rebuild business volume to sustain continuing growth.