

Notes:

- (a) Mr. Leung Ying Wai, Charles, a director of the Company, has beneficial interest in Nice Step Investment Limited.
- (b) Mr. Tong Wui Tung, a non-executive director of the Company, is a partner of Messrs. Cheung, Tong & Rosa, the legal adviser of the Group.
- (c) Mr. Ng Siu Yu, Larry, an independent non-executive director of the Company, has beneficial interest in Run All Limited.

The above transactions were determined by the directors by reference to the relevant estimated market values.

During the period, the Group issued guarantees to certain financial institutions to secure general banking facilities granted to the Group including its non-wholly-owned subsidiaries. The extent of such facilities utilised by its non-wholly-owned subsidiaries were HK\$789,000 at 30th June, 2005 (at 31st December, 2004: HK\$7,300,000).

MANAGEMENT DISCUSSION AND ANALYSIS

INTERIM DIVIDEND

The directors have resolved to declare an interim dividend for the six months ended 30th June, 2005 of 0.5 cent (2004: 1 cent) per share payable on or about 3rd November, 2005 to shareholders on the register of members of the Company (the "Register of Members") on 26th October, 2005.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members will be closed from 25th October, 2005 to 26th October, 2005, both days inclusive, during which period no share transfer will be registered. In order to qualify for the proposed interim dividend, all transfer accompanied by the relevant share certificates must be lodged with the Company's Hong Kong Share Registrar, Standard Registrars Limited, Ground Floor, Bank of East Asia Harbour View Centre, 56 Gloucester Road, Wanchai, Hong Kong not later than 4:00 p.m. on 24th October, 2005.

BUSINESS REVIEW

Core businesses

During the period, the total turnover of the Group slightly increased by about 2% to approximately HK\$197,567,000, and recorded a loss for the period of approximately HK\$5,097,000.