The directors (the "Directors") of One Media Group Limited (the "Company") announce that the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2005 are as follows:

CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the six months ended 30 September 2005

		(Unaudited) Six months ended 30 September	
	Note	**2005** **HK$'000**	2004 HK$'000
Turnover	2	**85,774**	79,243
Cost of sales		**(47,117)**	(44,792)
Gross profit		**38,657**	34,451
Other revenues		**10**	–
Selling and distribution expenses		**(22,547)**	(21,288)
Administrative expenses and other operating expenses		**(12,551)**	(8,085)
Operating profit	3	**3,569**	5,078
Finance costs	4	**(63)**	(45)
Profit before taxation		**3,506**	5,033
Taxation	5	**(1,014)**	(1,351)
Profit attributable to shareholders		**2,492**	3,682
Dividends	6	**–**	(16,000)
Basic earnings per share	7	**HK0.84 cent**	HK1.25 cents

CONSOLIDATED BALANCE SHEET

As at 30 September 2005

	Note	(Unaudited) 30 September 2005 HK$'000	(As restated) 31 March 2005 HK$'000
Non-current assets			
Fixed assets		**4,289**	2,626
Goodwill		**2,028**	2,028
Defined benefit plan's assets		**924**	924
		7,241	5,578
Current assets			
Inventories		**10,306**	2,059
Accounts receivable, deposits and prepayments	8	**46,456**	49,220
Amount due from a fellow subsidiary		**42**	–
Bank balances and cash		**9,624**	8,175
		66,428	59,454
Current liabilities			
Amount due to the immediate holding company		**–**	3,338
Amounts due to fellow subsidiaries		**3,865**	1,838
Accounts payable and accrued charges	9	**22,807**	12,397
Dividend payable		**–**	22,000
Taxation payable		**2,330**	2,485
Short-term bank loans, unsecured		**21,512**	–
		50,514	42,058
Net current assets		**15,914**	17,396
Total assets less current liabilities		**23,155**	22,974
Financed by:			
Share capital	10	**300**	1
Reserves		**22,644**	22,723
Shareholders' funds		**22,944**	22,724
Non-current liabilities			
Provision for long service payments		**9**	9
Deferred tax liabilities		**202**	241
		23,155	22,974

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2005

	(Unaudited)							
	Share capital HK$'000	Merger reserve HK$'000	Share premium account HK$'000	Capital reserve HK$'000	Share issuance costs HK$'000 Note	Exchange fluctuation reserve HK$'000	Retained profits/ (accumulated losses) HK$'000	Total HK$'000
At 1 April 2005 (as restated)	**1**	**1,650**	**–**	**10,000**	**(432)**	**3**	**11,501**	**22,723**
Issue of shares	**299**	**–**	**8,406**	**–**	**–**	**–**	**–**	**8,705**
Share issuance costs	**–**	**–**	**–**	**–**	**(10,960)**	**–**	**–**	**(10,960)**
Exchange adjustment	**–**	**–**	**–**	**–**	**–**	**(16)**	**–**	**(16)**
Profit attributable to shareholders	**–**	**–**	**–**	**–**	**–**	**–**	**2,492**	**2,492**
At 30 September 2005	**300**	**1,650**	**8,406**	**10,000**	**(11,392)**	**(13)**	**13,993**	**22,944**
At 1 April 2004	1	1,650	–	10,000	–	–	2,666	14,317
Contribution from equity owner	–	–	–	–	–	–	2,449	2,449
2004/2005 interim dividends	–	–	–	–	–	–	(16,000)	(16,000)
Profit attributable to shareholders	–	–	–	–	–	–	3,682	3,682
At 30 September 2004	1	1,650	–	10,000	–	–	(7,203)	4,448

Note: Up to 30 September 2005, share issuance costs totalling approximately HK$11,392,000 were incurred for the listing of the shares of the Company on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") by way of placing and public offer (as set out in detail in the prospectus dated 30 September 2005) (the "Public Offer and Placing"). These share issuance costs were transferred to the share premium account to offset against the share premium arising from the Public Offer and Placing on 18 October 2005 (the "Listing Date").

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the six months ended 30 September 2005

	(Unaudited) Six months ended 30 September	
	2005	2004
	HK$'000	HK$'000
Net cash (outflow)/inflow from operating activities	**(26,442)**	3,578
Net cash outflow from investing activities	**(2,305)**	(1,124)
Net cash inflow from financing activities	**30,212**	–
Increase in cash and cash equivalents	**1,465**	2,454
Cash and cash equivalents at the beginning of the period	**8,175**	4,709
Effect of foreign exchange rate changes	**(16)**	–
Cash and cash equivalents at the end of the period	**9,624**	7,163
Analysis of the balances of cash and cash equivalents		
Bank balances and cash	**9,624**	7,163

NOTES TO THE ACCOUNTS

1 (i) Basis of preparation and group recorganisation

The Company was incorporated in the Cayman Islands on 11 March 2005 as an exempted company with limited liability under the Companies Law, Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands.

Pursuant to a group reorganisation (the "Reorganisation") to rationalise the structure of the Group in preparation for the listing of the Company's shares on the Stock Exchange, the Company became the holding company of the companies now comprising the Group on 26 September 2005. Details of the Reorganisation are set out in the prospectus dated 30 September 2005 issued by the Company (the "Prospectus"). The shares of the Company have been listed on the Main Board of the Stock Exchange since the Listing Date.

The Company is an investment holding company. The principal activities of its subsidiaries are publication, marketing and distribution of Chinese language lifestyle magazines.

The Group resulting from the Reorganisation is regarded as a continuing entity and merger accounting has been adopted. Accordingly, the unaudited consolidated profit and loss accounts and unaudited condensed consolidated cash flow statements for the six months ended 30 September 2005 and 2004 were prepared as if the current group structure had been in existence throughout the periods. The consolidated balance sheet of the Group as at 31 March 2005 has been prepared to present the assets and liabilities of the Group as at 31 March 2005 as if the current group structure had been in existence at that date.

The unaudited condensed consolidated interim accounts ("interim accounts") were prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and Appendix 16 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

These interim accounts should be read in conjunction with the Group's audited financial information included in the Prospectus.

The accounting policies and methods of computation used in the preparation of these interim accounts are consistent with those adopted in the preparation of the Group's audited financial information as included in the Prospectus, except that the Group has changed certain of its accounting policies following its adoption of new/revised Hong Kong Financial Reporting Standards ("HKFRS") and HKAS (collectively "HKFRSs") issued by the HKICPA which are effective for accounting periods commencing on or after 1 January 2005.

These interim accounts were prepared in accordance with those HKFRSs and interpretations issued and effective as at the time of preparing these interim accounts. The adoption of the following HKFRSs has resulted in changes in accounting policies or presentation of these interim accounts:

In the financial year 2005/2006, the Group adopted the new/revised standards of HKFRSs below, which are relevant to its operations. The 2004/2005 comparatives have been amended as required, in accordance with the relevant requirements.

HKAS 1	Presentation of Financial Statements
HKAS 2	Inventories
HKAS 7	Cash Flow Statements
HKAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
HKAS 10	Events after the Balance Sheet Date
HKAS 16	Property, Plant and Equipment
HKAS 17	Leases
HKAS 21	The Effects of Changes in Foreign Exchange Rates
HKAS 23	Borrowing Costs
HKAS 24	Related Party Disclosures
HKAS 27	Consolidated and Separate Financial Statements
HKAS 32	Financial Instruments: Disclosures and Presentation
HKAS 33	Earnings per Share
HKAS 36	Impairment of Assets
HKAS 39	Financial Instruments: Recognition and Measurement
HKFRS 2	Share-based Payment
HKFRS 3	Business Combinations

The adoption of HKASs 2, 7, 8, 10, 16, 17, 21, 23, 27, 32, 33 and 39 did not result in substantial changes to the Group's accounting policies.

The effect of adopting other new HKFRSs on the interim accounts is as follows:

(a) *HKAS 1: Presentation of Financial Statements*

The adoption of HKAS 1 has resulted in changes in presentation in these interim accounts. Certain comparative figures have been amended to comply with the new presentation requirements.

(b) *HKAS 24: Related Party Disclosures*

The adoption of HKAS 24 has expanded the definition of related parties to include key management of the Group.

(c) *HKAS 36: Impairment of Assets*
HKFRS 3: Business Combinations

The adoption of HKAS 36 and HKFRS 3 has resulted in a change in accounting policy for goodwill. Prior to this, goodwill was amortised on a straight-line basis over a period of 15 years and assessed for impairment at each balance sheet date.

In accordance with the transitional provisions of HKFRS 3, the Group ceased amortisation of goodwill from 1 April 2005 onwards and goodwill is tested annually for impairment, as well as when there is indication of impairment. The accumulated amortisation as at 1 April 2005 has been offset against the cost of goodwill, with no comparatives restated. The Group's goodwill as at 31 March 2005 and 2004 amounted to HK$2,028,000.

(d) HKFRS 2: Share-based Payment

The adoption of HKFRS 2 has resulted in a change in accounting policy for employee share options. Prior to this, the Group did not recognise compensation cost in respect of share options granted to employees or executive directors of the Company or any of its subsidiaries. Following the adoption of HKFRS 2, the fair value of share options at grant date is amortised over the relevant vesting periods to the consolidated profit and loss account and credited to employee share-based compensation reserve under equity.

Share options were conditionally granted under the pre-IPO scheme (details are disclosed in the Prospectus) to employees of the Group on 27 September 2005 and was approved upon the listing of the Company on the Listing Date. The vesting scales in relation to each option granted to the grantees shall begin on the Listing Date. There was no impact to the consolidated profit and loss account of the Group for the six months ended 30 September 2005.

(ii) Critical accounting estimates

The preparation of the interim accounts requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the interim accounts include provision for doubtful debts and provision for assets' impairment.

2 Segment information

Primary reporting format – geographical segments

Segment information is presented below:

	(Unaudited) Six months ended 30 September					
	Hong Kong		**Mainland China**		**Group**	
	2005	2004	**2005**	2004	**2005**	2004
	HK$'000	HK$'000	**HK$'000**	HK$'000	**HK$'000**	HK$'000
Turnover	**78,280**	74,884	**7,494**	4,359	**85,774**	79,243
Segment results	**6,874**	5,608	**(3,315)**	(530)	**3,559**	5,078
Interest income					**10**	–
Operating profit					**3,569**	5,078

Secondary reporting format – business segments

No business segment analysis is presented as the Group has been operating in a single business segment, which is publication, marketing and distribution of Chinese language lifestyle magazines, throughout the period.

3 Operating profit

Operating profit is stated after charging the following:

	(Unaudited) Six months ended 30 September	
	2005	2004
	HK$'000	HK$'000
Cost of inventories sold	**15,595**	13,989
Depreciation	**613**	325
Staff costs (including directors' emoluments)	**25,486**	20,772

4 Finance costs

	(Unaudited) Six months ended 30 September	
	2005	2004
	HK$'000	HK$'000
Interest expenses on bank loans	**63**	45

5 **Taxation**

The amount of taxation charged to the consolidated profit and loss account represents:

	(Unaudited) Six months ended 30 September	
	2005	2004
	HK$'000	HK$'000
Current taxation		
Hong Kong profits tax	**1,425**	1,293
Over provision of Enterprise Income Tax ("EIT") in Mainland China in prior year	**(372)**	–
Deferred taxation	**(39)**	58
	1,014	1,351

Hong Kong profits tax is provided at the rate of 17.5% (2004: 17.5%) on the estimated assessable profit for the period. EIT has been provided at the applicable rates between 7.5% and 33% on the profit of the Group's operations in Mainland China, in accordance with the income tax laws of Mainland China for foreign-invested enterprises and domestic companies.

6 **Dividends**

No dividend had been paid or declared by the Company during the six months ended 30 September 2005 (2004: HK$16,000,000, which was paid by the Company's subsidiary, Ming Pao Magazines Limited, to its former shareholder on 28 September 2005).

7 **Earnings per share**

The calculation of basic earnings per share for the period is based on the Group's unaudited profit attributable to shareholders of approximately HK$2,492,000 (2004: HK$3,682,000) and the weighted average number of 295,623,000 (2004: 295,500,000) ordinary shares deemed to be in issue during the period as if the share capital of the Company outstanding immediately after the share exchange in connection with the Reorganisation as described in note 1(i) had been in existence throughout the periods and the issuance of 4,500,000 ordinary shares pursuant to the exercise of share options in September 2005 (see note 10).

There were no dilutive potential ordinary shares in existence during the period under review and, therefore, no diluted earnings per share amounts have been presented.

8 Accounts receivable, deposits and prepayments

Included in accounts receivable, deposits and prepayments are trade receivables and their ageing analysis is as follows:

	(Unaudited) 30 September 2005 HK$'000	(Audited) 31 March 2005 HK$'000
0 to 60 days	**24,670**	24,375
61 to 120 days	**9,735**	13,096
121 to 180 days	**4,437**	5,591
Over 180 days	**805**	480
	39,647	43,542

The Group allows in general a credit period ranging from 60 days to 90 days to its trade customers.

9 Accounts payable and accrued charges

Included in accounts payable and accrued charges are trade payables and their ageing analysis is as follows:

	(Unaudited) 30 September 2005 HK$'000	(Audited) 31 March 2005 HK$'000
0 to 60 days	**5,162**	3,547
61 to 120 days	**610**	6
121 to 180 days	**143**	–
Over 180 days	**–**	38
	5,915	3,591

10 Share capital

	Ordinary shares of HK$0.001 each	
	No. of shares	HK$'000
Authorised:		
At 11 March 2005 (date of incorporation) and 31 March 2005	100,000,000	100
Increase in authorised share capital	3,900,000,000	3,900
At 30 September 2005	4,000,000,000	4,000

	Ordinary shares of HK$0.001 each	
	No. of shares	HK$'000
Issued and fully paid:		
At 11 March 2005 (date of incorporation) and 31 March 2005	1,000,000	1
Issue of shares	299,000,000	299
At 30 September 2005	300,000,000	300

Pursuant to the written resolution of the sole shareholder of the Company passed on 14 September 2005, the authorised share capital of the Company was increased from HK$100,000 to HK$4,000,000 by the creation of an additional 3,900,000,000 shares.

On 26 September 2005, the Company allotted and issued 294,500,000 shares to its immediate holding company credited as fully paid in consideration of the transfer of the entire issued share capital of its subsidiary to the Company. On the same date, the Company allotted and issued 3,000,000 shares to Venture Logic Investments Limited and 1,500,000 shares to Alpha Media Consultants Limited for cash at par pursuant to the exercise of the options granted (as set out in details in the Prospectus).

11 Related party transactions

(i) During the six months ended 30 September 2005, the Group had entered into the following significant transactions with related parties:

		(Unaudited) Six months ended 30 September	
		2005	2004
		HK$'000	HK$'000
License fee	(a)	**6,241**	6,306
Circulation support services	(b)	**1,835**	1,710
EDP programming support services	(c)	**512**	247
Administrative support services	(d)	**848**	785
Personnel, public relations and legal services	(e)	**590**	528
Leasing of office space, storage space and parking spaces	(f)	**712**	597
Barter advertising expenses	(g)	**837**	321
Barter advertising income	(h)	**(837)**	(321)

Notes:

(a) This represented license fee of the right to use the trademark for the print of *Ming Pao Weekly*, *Hi-TECH Weekly*, *City Children's Weekly* and their past contents to a fellow subsidiary. It is charged at a pre-determined rate calculated by reference to the license fees charged by third party licensors to the Group.

(b) This represented recharge of circulation support services relating to the distribution, sale and promotion of the publications of the Group by a fellow subsidiary. It is charged on a cost reimbursement basis.

(c) This represented recharge of internet-related services, networking services, data management services, general computing and programming support services and system analysis by a fellow subsidiary. It is charged on a cost reimbursement basis.

(d) This represented recharge of security services, cleaning services, mail processing and messenger services, ordering and distribution of office supplies services, receptionist and general clerical services by a fellow subsidiary. It is charged on a cost reimbursement basis.

(e) This represented recharge of personnel administration service and corporate communication service by a fellow subsidiary. It is charged on a cost reimbursement basis.

(f) This represented the rental for leasing of office space, storage space and parking space paid to a fellow subsidiary. The rentals are charged at a pre- determined rate calculated by reference to the prevailing market rates.

(g) This represented the advertising expenses on barter basis in accordance with barter advertising agreement entered into with a fellow subsidiary. It is charged at a pre-determined rate calculated based on the rates charged to the third party customers.

(h) This represented the advertising income on barter basis in accordance with barter advertising agreement entered into with a fellow subsidiary. It is charged at a pre-determined rate calculated based on the rates charged to the third party customers.

(ii) Period/year end balance arising from the related parties transactions as disclosed in note 11 (i) above were as follows:

	(Unaudited) 30 September 2005 HK$'000	(Audited) 31 March 2005 HK$'000
Amount due to fellow subsidiaries, net	**3,823**	1,838

The outstanding balances with fellow subsidiaries are aged within 30 days and are unsecured, non-interest bearing and with normal credit terms of 30 days.

(iii) Key management compensation

	(Unaudited) Six months ended 30 September	
	2005 HK$'000	2004 HK$'000
Basic salaries, housing allowances, other allowances and benefits in kind	**2,315**	1,842
Contributions to pension scheme	**49**	30
	2,364	1,872

12 Ultimate holding company

The Company is controlled by Ming Pao Enterprise Corporation Limited, which is controlled by Conch Company Limited ("Conch"), a company incorporated in the British Virgin Islands. The Directors regard Conch as being the ultimate holding company.

13 Subsequent event

The Company issued 100 million shares of HK$0.001 each at HK$1.2 per share by way of Public Offer and Placing in October 2005. The shares of the Company were listed on the Main Board of the Stock Exchange on 18 October 2005.

MANAGEMENT COMMENTARY

RESULTS SUMMARY

For the six months ended 30 September 2005, the Group reported a consolidated turnover of HK$85,774,000, representing an increase of 8.2% compared to the last corresponding period. The profit attributable to shareholders amounted to HK$2,492,000, representing a decrease of 32.3% or HK$1,190,000, compared to the last corresponding period. The decrease attributed to the startup costs, mainly labour costs and administrative expenses, incurred in relation to the two new magazines, namely, MPW New Chinese Edition (as defined in the Prospectus) and Rolling Stone Chinese Edition (as defined in the Prospectus), amounted to HK$1,647,000. These two new magazines are expected to launch in Mainland China in the second half of the financial year.

REVIEW OF OPERATIONS

Hong Kong

The magazines currently published in Hong Kong include *Ming Pao Weekly*, *Hi-TECH Weekly* and *City Children's Weekly*. These three titles contributed a turnover of HK$78,280,000 (2004: HK$74,884,000) to the Group, representing an increase of 4.5% and earnings before interest and taxation of HK$6,874,000 (2004: HK$5,608,000). During the end of the first half of financial year 2005/2006, the Group launched the compact edition of *Ming Pao Weekly* ("Compact Edition"). The Compact Edition is, quite literally, a more compact edition (smaller trim size) of the same magazine. All the content and pagination is identical, only smaller. This strategic move was in response to continued reader feedback which singled out the classic tabloid size of *Ming Pao Weekly* as something that readers loved for its fabulous photographic reproduction but found inconvenient when it came time to put it in their handbags. The launch strategy of the Compact Edition addresses both of these concerns, as the Compact Edition was launched alongside the classic edition, and with both magazines in the market, consumers get more choice and advertisers get more circulation rate base. Also at this time, the Group revamped *Hi-TECH Weekly* to an "All-in-One" version. The all-in-one version saw the magazine go from two separate books to one thicker book, offering readers a more convenient size and revamped cover design and layout. This new version has already seen results in positive feedback from both readers and advertisers regarding the changes.

Mainland China

The Group currently has the right to sell advertising space in, and provides contents licensed from four internationally-renowned lifestyle magazines, namely, *Popular Science*, *Digital Camera*, *Top Gear* and *T3*, to the magazines in Mainland China. These titles contributed a turnover of HK$7,494,000 (2004: HK$4,359,000) to the Group, representing a 71.9% increase over the corresponding period last year, and a loss before interest and taxation of HK$3,315,000 (2004: HK$530,000). Although the Group's operations in Mainland China are still under development, they were able to record a significant increase in turnover. The loss from the Group's operations in Mainland China increased significantly as the Group has put more resources into improving the distribution network and into setting up sales offices in Shanghai and Guangzhou, and also into preparing the launch of new titles, including MPW New Chinese Edition and Rolling Stone Chinese Edition.

In Mainland China, the Group's magazine operations have continued to expand, most evidently with new office space in the headquarters of Beijing, which was leased in April 2005. This new space consolidates the previously separate content and advertising sales functions in Beijing under one roof. This new space includes provisions for the staff of the soon-to-be-launched MPW New Chinese Edition and Rolling Stone Chinese Edition titles. *Digital Camera* and *T3* continue to come under competitive pressure from the increasing number of gadget magazines in the electronics category, and the Group is constantly innovating to address the competitive landscape, but the competition remains resilient.

OUTLOOK

The Group plans to launch two new magazines in the second half of the financial year: MPW New Chinese Edition and Rolling Stone Chinese Edition. Some of the pre-launch work, such as market research and the set up of editorial and sales teams have been carried out. The market response of the two new magazines was positive.

The Group aims to be the dominant Chinese-language media group in the Hong Kong and Mainland China lifestyle magazine sectors by providing both high quality content to readers and a cross-selling platform to advertisers. The Directors believe that the Group is well positioned to take advantage of the fast growing Chinese-language lifestyle magazine market in Mainland China whilst maintaining a competitive position in the same market in Hong Kong. The Group is actively seeking acquisition opportunities in China and to partner with more international publishers to expand its portfolio of magazines. It plans to produce new versions of magazines already within the Group's portfolio, as well as to grow its own titles organically in future in order to increase returns to our shareholders.

CAPITAL EXPENDITURE

The Group's total capital expenditure for fixed assets for the six months ended 30 September 2005 amounted to HK$2,305,000.

USE OF PROCEEDS FROM INITIAL PUBLIC OFFERING

The Company issued 100 million shares of HK$0.001 each at HK$1.2 per share by way of placing and public offer (as set out in detail in the Prospectus) in October 2005. The net proceeds after deducting the relevant expenses were approximately HK$104 million. The Company intends to apply such proceeds in accordance with the proposed allocation as set out in the Prospectus.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES

The Group's revenues and costs are mainly denominated in HK dollars, US dollars and Renminbi. Since HK dollars remain pegged to the US dollars and the Renminbi has been pegged to a basket of currencies, the Group does not foresee a substantial exposure to US dollars and Renminbi in this regard.

FINANCIAL POSITION

As at 30 September 2005, the Group's net current assets amounted to HK$15,914,000 (31 March 2005: HK$17,396,000) and the shareholders' funds were HK$22,944,000 (31 March 2005: HK$22,724,000). Total bank borrowings were HK$21,512,000 (31 March 2005: Nil) and the gearing ratio, which is defined as the ratio of total bank borrowings to shareholders' funds, was 93.8% (31 March 2005: Nil).

The Group's cash flow remained stable. As at 30 September 2005, total cash balance was HK$9,624,000 (31 March 2005: HK$8,175,000).

SHARE OPTION SCHEME

The pre-IPO share option scheme (the "Scheme") was conditionally approved and adopted by ordinary resolutions of the shareholders of the Company and Ming Pao Enterprise Corporation Limited ("MPE") on 26 September 2005. The subscription price per share is the offer price for the Company's shares being offered by way of placing and public offer. No options can be exercised prior to the commencement of dealings in the Company's shares on the Stock Exchange. The options were granted under the share option scheme to recognise the contributions of certain directors and employees of the Group and MPE and its subsidiaries to the growth of the Group and to incentivise them going forward.

Details of the share options conditionally granted under the Scheme are as follows:

		Number of shares involved in share options				
Grantees		**Number of outstanding share options as at the date of this report**	**Percentage of issued ordinary shares as at the date of this report**	**Exercise price per share**	**Date of conditional grant**	**Exercisable period**
				HK$		
Directors:						
Mr. TIONG Kiu King	Note (i)	1,250,000	0.31%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. TIONG Kiew Chiong	Note (i)	1,250,000	0.31%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. Peter Bush BRACK	Note (i)	1,250,000	0.31%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. TUNG Siu Ho, Terence	Note (i)	1,000,000	0.25%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. Robert William Hong-San YUNG	Note (i)	1,000,000	0.25%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. YU Hon To, David	Note (i)	150,000	0.04%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. SIT Kien Ping, Peter	Note (i)	150,000	0.04%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. TAN Hock Seng, Peter	Note (i)	150,000	0.04%	1.200	27/9/2005	18/10/2005-25/9/2015
		6,200,000	1.55%			
MPE's directors:						
Tan Sri Datuk TIONG Hiew King	Note (i)	1,250,000	0.31%	1.200	27/9/2005	18/10/2005-25/9/2015
Dr. TIONG Ik King	Note (i)	1,000,000	0.25%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. TANG Ying Yu	Note (i)	150,000	0.04%	1.200	27/9/2005	18/10/2005-25/9/2015
Mr. Victor YANG	Note (i)	150,000	0.04%	1.200	27/9/2005	18/10/2005-25/9/2015
		2,550,000	0.64%			
Full time employees	Note (i)	680,000	0.17%	1.200	27/9/2005	18/10/2005-25/9/2015
Full time employees	Note (ii)	5,250,000	1.31%	1.200	27/9/2005	18/10/2005-25/9/2015
		5,930,000	1.48%			
Total		14,680,000	3.67%			

Save as disclosed above, during the period, no options were granted, exercised, lapsed or cancelled.

Notes: In relation to each option granted to the grantees, either of the following two vesting scales has been applied:

(i) 20% of the Company's shares comprised in the option will vest on each of the five anniversaries of the Listing Date from the first anniversary of the Listing Date to the fifth anniversary of the Listing Date; or

(ii) 100% of the Company's shares comprised in each of the option will fully vest on the first anniversary of the Listing Date,

as the case may be, which has been specified in the offer letters to the grantees. Subject to the relevant vesting period, each option has a 10-year exercise period from the date of the offer of the option. As evidenced by the vesting periods of the options granted under the Scheme, no option granted under the Scheme will be exercisable within six months from the Listing Date.

PARTICULARS OF INTERESTS HELD BY DIRECTORS, CHIEF EXECUTIVES AND THEIR ASSOCIATES

As of the Listing Date, the interests or short position of the directors, chief executives and their associates in the shares, underlying shares or debentures of the Company or any of its associated corporations (as defined in Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) ("SFO")) as recorded in the register maintained by the Company under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 of the Listing Rules (the "Model Code") are as follows:

(a) Interests in shares in MPE

Name of Director	Personal interest	Family interest	Corporate interest	Deemed interest in MPE shares pursuant to share options (Note)	Total number of MPE shares in which the Director has or is deemed to have interests	Approximate percentage of interest in MPE
Mr. TIONG Kiu King	611,000	147,000	–	600,000	1,358,000	0.34%
Mr. TIONG Kiew Chiong	1,200,000	–	–	600,000	1,800,000	0.46%

Note: These represent share options granted by MPE to the relevant Directors under the share option scheme approved at a special general meeting of MPE held on 21 August 2001 to subscribe for shares in MPE ("MPE Scheme"). Further details of these share options are as follows:

	Underlying MPE shares pursuant to share options	Approximate percentage of interest in MPE	Exercise price per MPE share	Date of grant	Exercisable period
Mr. TIONG Kiu King	300,000	0.08%	1.592	31/8/2001	1/9/2001-20/8/2011
Mr. TIONG Kiu King	300,000	0.08%	1.800	15/9/2003	16/9/2003-20/8/2011
Mr. TIONG Kiew Chiong	300,000	0.08%	1.592	31/8/2001	1/9/2001-20/8/2011
Mr. TIONG Kiew Chiong	300,000	0.08%	1.800	15/9/2003	16/9/2003-20/8/2011

(b) Interests in shares in the Company

Name of director	Personal interests	Family interests	Corporate interests	Interest in underlying shares pursuant to share options (note)	Aggregate interests	Percentage of interest in the Company as at the date of this report
	Number of shares/underlying shares held					
Mr. TIONG Kiu King	–	–	–	1,250,000	1,250,000	0.31%
Mr. TIONG Kiew Chiong	–	–	–	1,250,000	1,250,000	0.31%
Mr. Peter Bush BRACK	–	–	–	1,250,000	1,250,000	0.31%
Mr TUNG Siu Ho, Terence	–	–	–	1,000,000	1,000,000	0.25%
Mr. Robert William Hong-San YUNG	–	–	–	1,000,000	1,000,000	0.25%
Mr. YU Hon To, David	–	–	–	150,000	150,000	0.04%
Mr. SIT Kien Ping, Peter	–	–	–	150,000	150,000	0.04%
Mr. TAN Hock Seng, Peter	–	–	–	150,000	150,000	0.04%

Note: For further details on these share options, please refer to the paragraph headed "Share Option Scheme" above.

Save as disclosed above and those disclosed under the paragraph headed "Share Option Scheme", as of the Listing Date, none of the directors, chief executives and their associates had any interests or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations (as defined in Part XV of the SFO) which are required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO, or which would be required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

Apart from the Scheme and the MPE Scheme at no time during the period were rights to acquire benefits by means of the acquisition of shares, underlying shares or debentures of the Company granted to any directors or their respective spouses or children under 18 years of age, or were any such rights exercised by them; or was the Company or its holding company or any of its subsidiaries or fellow subsidiaries a party to any arrangements to enable the directors of the Company to acquire such rights in any other body corporate.

SUBSTANTIAL SHAREHOLDERS

The register of interests in shares and short positions maintained under Section 336 of the SFO shows that as of the Listing Date, the Company had been notified of the following interests in shares representing 5% or more of the Company's issued share capital:

Name of shareholder	Number of ordinary shares held	Percentage of issued ordinary shares as at the Listing Date
Winmax Resources Limited	295,500,000	73.88%

All the interests stated above represent long positions in the shares of the Company.

Notes: Winmax Resources Limited is beneficially owned as to 60% by Starsome Limited ("Starsome") and 40% by RGM Ventures Limited. Starsome is an indirect wholly-owned subsidiary of MPE. RGM Ventures Limited is an indirect wholly-owned subsidiary of Redgate Media Inc. Redgate Media Inc is beneficially owned as to 15.59% by Mr. Peter Bush BRACK and 1.69% by his associates, 9.95% by Mr. Robert William Hong-San YUNG, 9.95% by Ms. ZHU Ying, 4.22% by Mr. LAU Yat Fan and 58.6% by other independent third parties not connected with the Company.

Save as disclosed above and those disclosed under "Particulars of Interests held by Directors, Chief Executives and Their Associates", the Company had not been notified of any other interests representing 5% or more of the issued share capital of the Company as at the Listing Date.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S SHARES

As at 30 September 2005, the Company's shares were not listed on the Stock Exchange.

CONTINGENT LIABILITIES

As at 30 September 2005, the Group did not have any material contingent liabilities or guarantees (31 March 2005: Nil).

EMPLOYEES

As at 30 September 2005, the Group has approximately 268 employees (31 March 2005: approximately 253 employees), of which 163 and 105 were stationed in Hong Kong and in Mainland China, respectively. The Group remunerates its employees based on industry practice and performance of individual employees. The Group also implements a share option scheme for its staff.

In Hong Kong, the Group participates in the hybrid retirement benefit scheme operated by the Company's fellow subsidiary and the mandatory provident fund scheme for its employees. In Mainland China, the Group provides to its employees social security plans in relation to retirement, medical care and unemployment and has made the required contributions to the local social insurance authorities in accordance with relevant laws and regulations in Mainland China.

CORPORATE GOVERNANCE

On 1 January 2005, the Code of Best Practice has been replaced by the Code on Corporate Governance Practice (the "Code") contained in Appendix 14 of the Listing Rules. The Company adopted all the code provisions in the Code as its own code on corporate governance practices. For the period between the Listing Date and the date of this report, the Company has complied with the requirements of the Code as set out in Appendix 14 of the Listing Rules during the period.

From the Listing Date to the date of this report, the Company has adopted the Model Code as the code for securities transactions by directors. All directors of the Company have confirmed their compliance with the required standard as set out in the Model Code since the Listing Date.

AUDIT COMMITTEE

The audit committee of the Company was established on 26 September 2005 with effect from the Listing Date. Written terms of reference have been adopted by the Board in compliance with the Listing Rules. The duties of the audit committee are, among other things, to review and supervise the financial reporting process and internal control system of the Group.

The audit committee has three members, namely, Mr. YU Hon To, David, Mr. SIT Kien Ping, Peter and Mr. TAN Hock Seng, Peter. They are all independent non-executive Directors. Mr. YU Hon To, David is the Chairman of the audit committee. The audit committee has reviewed the interim accounts for the six months ended 30 September 2005.

REMUNERATION COMMITTEE

The Company's remuneration committee was established on 26 September 2005 with effect from the Listing Date. Written terms of reference have been adopted by the Board in compliance with the Listing Rules. The functions of the remuneration committee include, among other things, formulating and making recommendations to the Board of the Group's policy and structure for remuneration of the Directors, establishing a formal and transparent procedure for development policy on remuneration, determining specific remuneration packages for the Directors and administering the Group's share option schemes.

The remuneration committee has five members, namely, Mr. SIT Kien Ping, Peter, Mr. YU Hon To, David, Mr. TAN Hock Seng, Peter, Mr. TIONG Kiew Chiong and Mr. Peter Bush BRACK. Except Mr. TIONG and Mr. BRACK, the rest are all independent non-executive Directors. Mr. SIT Kien Ping, Peter is the Chairman of the remuneration committee.

NOMINATION COMMITTEE

The Company's nomination committee was established on 26 September 2005 with effect from the Listing Date. Written terms of reference have been adopted by the Board in accordance with the recommendations in the Listing Rules. The functions of the nomination committee include, among other things, formulating and making recommendations to the Board of the Group's nomination policy and procedures and recommending candidates for directorship.

The nomination committee has five members, namely, Mr. TAN Hock Seng, Peter, Mr. SIT Kien Ping, Peter, Mr. YU Hon To, David, Mr. TIONG Kiew Chiong and Mr. Peter Bush BRACK. Except Mr. TIONG and Mr. BRACK, the rest are all independent non-executive Directors. Mr. TAN Hock Seng, Peter is the Chairman of the nomination committee.

By Order of the Board
TIONG Kiu King
Chairman

Hong Kong, 13 December 2005