

# Group Profile and Financial Highlights

## Group Profile

United Pacific Industries Limited ("United Pacific Industries", "UPI" or the "Company") is a diversified investment holding company.

With the acquisition of 61.8% of Spear & Jackson, Inc. ("Spear & Jackson" or "S&J") in July 2006, the principal operations of the Group are summarized in alphabetical order as follows:

- **Contract Manufacturing** Pantene Industrial is the Company's founding OEM service provider. Its core product range includes voltage converters, cables, coils and components for electronic/electrical/mechanical products, chargers and rechargeable battery products. Increasingly, Pantene utilizes laser/optics, RF (radio frequency) and magneto-electric technologies to produce sophisticated and complex products such as digital laser measurement devices, laser beam units, ultrasonic detection devices, thermostat controls, RF alert systems, portable magneto-electric generators.
- **Magnetics** Eclipse Magnetics' key products are permanent magnets (cast alloy), magnetic tools, magnetic chucks and turnkey magnetic systems. In the field of applied magnetics, Eclipse supplies products such as separators, conveyors, lifting equipment and material handling solutions for businesses.
- **Metrology/Measurement** Bowers Group designs, manufactures and distributes precision measuring instruments for the Automotive, Aerospace and Defence markets. The product range includes simple hand tools to highly sophisticated and specialized measuring systems such as precision bore gauges and hardness testing equipment.



Office and Plant  
Shenzhen, PRC

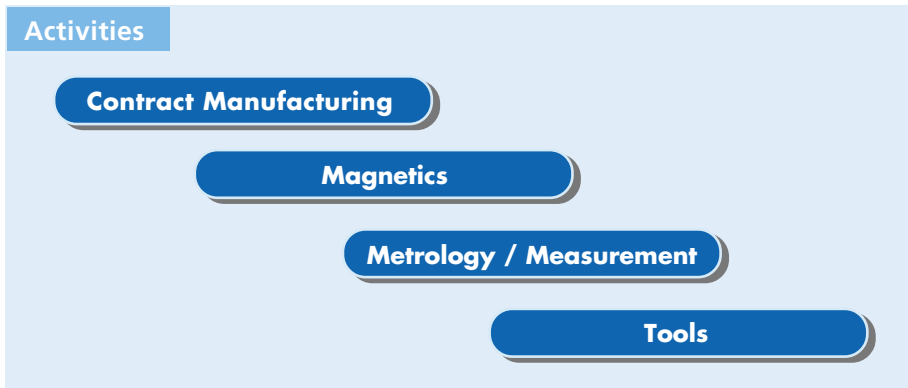
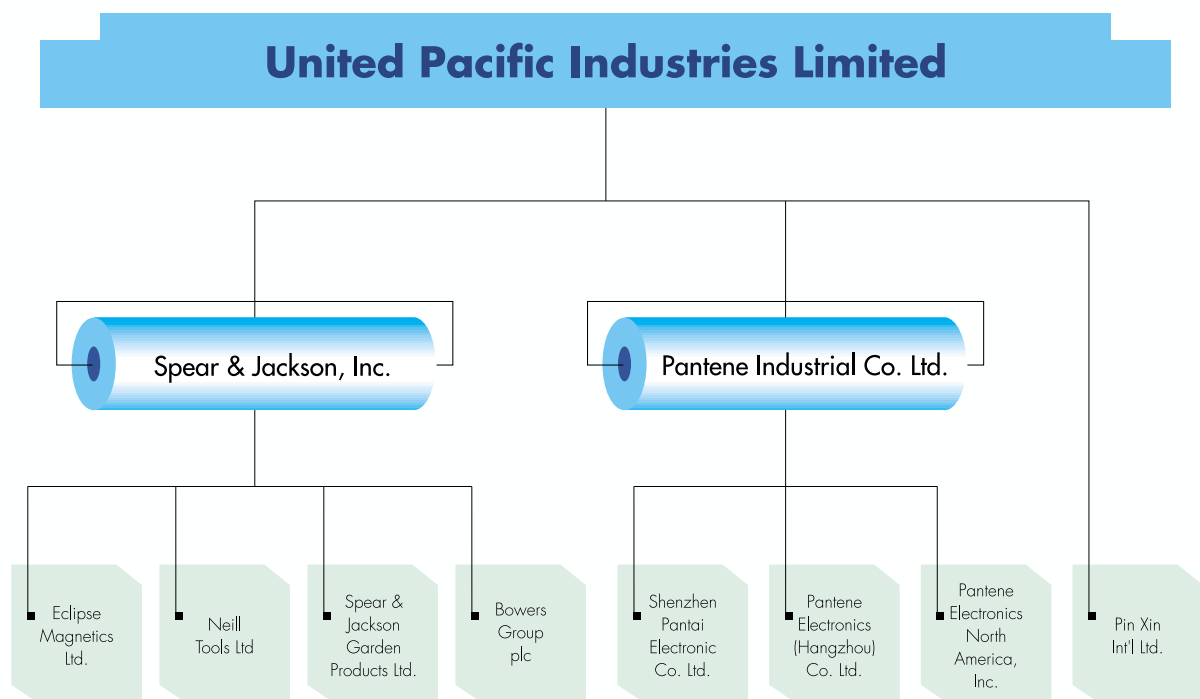


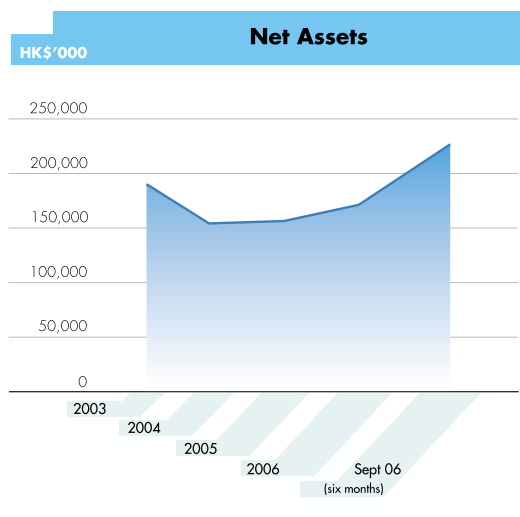
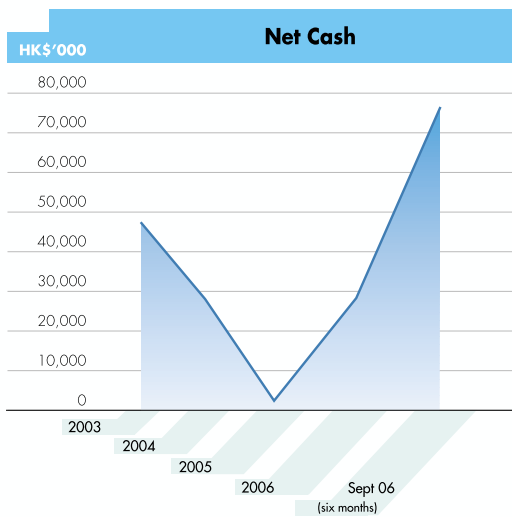
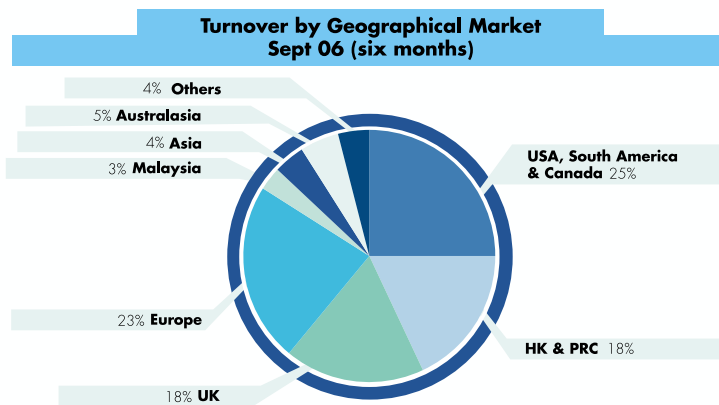
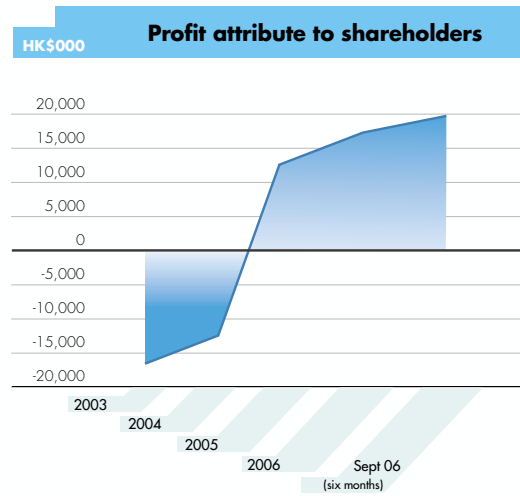
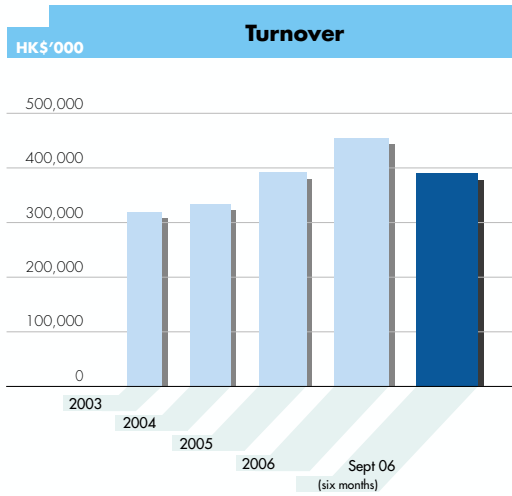
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Sheffield, United Kingdom

- **Tools** Spear & Jackson Garden Products and Neill Tools, the founding companies in the S&J Group with histories dating back to the late 1700s, manufacture high-quality lawn, garden and agricultural tools, woodsaws and hacksaws, a full range of hand power tools, and a portfolio of electric-powered garden tools.

The Company has been listed on the Stock Exchange of Hong Kong Limited since 1994. The Company's long-term substantial shareholders include executive directors and multinational corporate shareholders who make a significant contribution to the Company's diversity and financial strength.

## The Company and Principal Subsidiaries





## FINANCIAL HIGHLIGHTS

	6 months 1.4.06 – 30.9.06 HK\$ million
Turnover (including 2 months' of Spear & Jackson, Inc.)	390.2
Discount on acquisition	26.2
Profit attributable to shareholders	19.0
Bank balance, deposits and cash	335.3
Earnings per share (in HK cents)	3.4

- Acquisition of 61.8% of Spear & Jackson, Inc. ("Spear & Jackson" or "S&J") completed on 28 July 2006. Results include UPI's share of Spear & Jackson's trading results for the two months following acquisition.
- Change of financial year end to 30 September.
- Launch of SAP, an ERP system.

### Six months compared to twelve months

	For the period from 1 April 2006 to 30 September 2006		Year ended 31 March		
	2006 HK\$'000	2006 HK\$'000	2005 (restated) HK\$'000	2004 HK\$'000	2003 HK\$'000
Turnover	390,189	454,339	392,136	338,386	320,800
Cost of sales	(335,056)	(392,599)	(338,990)	(291,825)	(297,384)
Gross Profit	55,133	61,740	53,146	46,561	23,416
Other income	4,916	2,482	2,982	9,982	7,231
Distribution costs	(31,590)	(3,140)	(3,892)	(1,398)	(1,159)
Administrative expenses	(33,599)	(40,043)	(36,523)	(39,490)	(32,312)
Gain (loss) arising from changes in fair value of Investment Properties	—	1,000	1,400	(8,329)	(14,736)
Finance Costs	(2,533)	(2,028)	(1,611)	(703)	(164)
Share of result of an associates	236	—	—	—	(523)
Discount on acquisition	26,200	—	—	—	—
Gain on partial disposal of a subsidiary	—	—	—	—	3,149
Impairment loss recognized in respect of interest in associates	—	—	—	—	(982)
Profit (Loss) before taxation	18,763	20,011	15,502	6,623	(16,080)
Income tax credit/(charge)	815	(4,357)	(2,521)	(20,350)	(1,725)
Profit (Loss) for the period/year	19,578	15,654	12,981	(13,727)	(17,805)
Attributable to:					
Equity holders of the Company	19,009	15,654	12,981	(13,727)	(17,795)
Minority interests	569	—	—	—	(10)
	19,578	15,654	12,981	(13,727)	(17,805)
Dividend	—	—	—	11,141	44,564
Earning per share					
– Basic	3.41 cents	2.81 cents	2.3 cents	(2.5) cents	(3.2) cents
– Diluted	N.A.	N.A.	N.A.	N.A.	N.A.