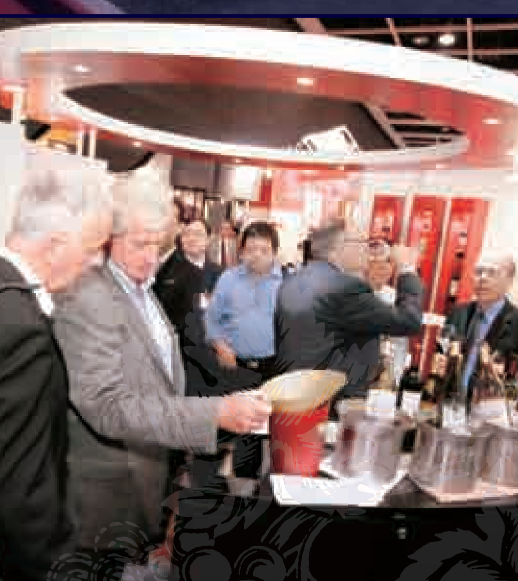
DYNASTY

Dynasty Fine Wines Group Limited
王朝酒業集團有限公司

Stock Code 股份代號：828

INTERIM REPORT 2008
中期報告

We keep on providing all consumer strata high quality and "excellent value for money" wines



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Corporate Profile

Dynasty is a leading premier winemaker with a dominant presence in the PRC wine market. Our brand name, "Dynasty", was recognised as a well-known trademark by the State Administration for Industry and Commerce of the PRC. For ten of the eleven years between 1997 and 2007, Dynasty was granted "The Certificate of Best Selling Grape Wines" in the PRC by the China Industry and Enterprise Information Centre.

Dynasty has inherited the fine traditions and state-of-the-art expertise in winemaking from Remy Cointreau, one of the world's leading wine and spirits operators and our second largest shareholder ever since Dynasty's inception. From grape growing, harvesting, to every single step of winemaking, Dynasty believes in quality. The entire production process is under stringent quality control to ensure the highest standards of our products. In recognition of our high standards, we were accredited with certificates of ISO 9002 in 1996, ISO 14001 in 2000, ISO 9001: 2000 in 2002 and HACCP Certificate in 2006.

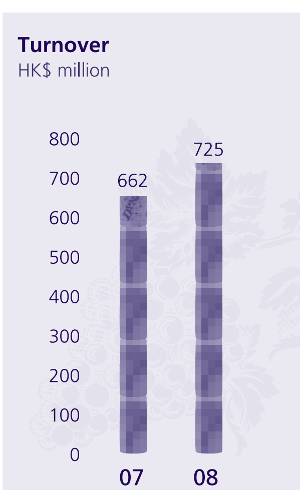
Dynasty has a diversified product portfolio, catering to various price segments and consumer tastes and preferences. We now make and sell over 50 types of wine products in four main categories, namely red wines, white wines, sparkling wines and brandy.

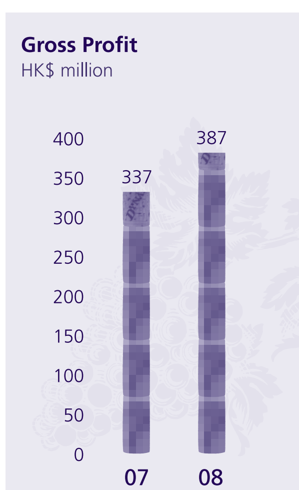
Over the years, Dynasty has sustained a strong financial performance and generated excellent returns for its shareholders. On 26 January 2005, Dynasty was successfully listed on the Main Board of The Stock Exchange of Hong Kong Limited with the stock code 828. Having strong support from our major shareholders — Tianjin Development Holdings Ltd. (882) and Remy Cointreau, Dynasty keeps on providing all consumer strata high quality and "excellent value for money" wines. With enhanced facilities and continual marketing efforts, Dynasty is well positioned to capture the robust growth potential of the Chinese wine market. We will build a stronger Dynasty for the future of all our stakeholders.

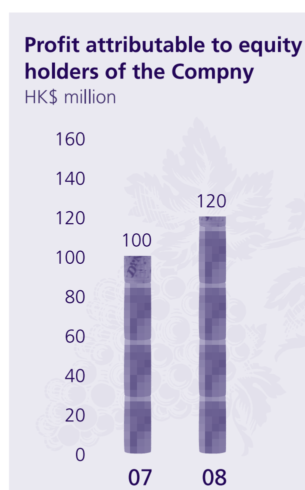
Financial Highlights

	For the six months ended 30 June (unaudited)		
	2008 HK$'000	2007 HK$'000	**Changes**
Turnover	**725,247**	662,324	+10%
Gross Profit	**387,270**	337,426	+15%
Profit attributable to equity holders of the Company	**120,067**	100,048	+20%

	2008	2007	**Changes in percentage point**
Gross margin	**53%**	51%	+2%
Net profit margin	**17%**	15%	+2%







Corporate Information

Board of Directors

Executive Director

Mr. BAI Zhisheng

Non-Executive Directors

Mr. HERIARD-DUBREUIL Francois
Mr. CHEUNG Wai Ying, Benny
Mr. ZHANG Wenlin
Mr. WONG Ching Chung[(&)]
Mr. ROBERT Luc

Independent Non-Executive Directors

Mr. LAI Ming, Joseph[(#)(&)]
Dr. HUI Ho Ming, Herbert[(#)(&)]
Mr. CHAU Ka Wah, Arthur[(#)(&)]

[#] *Audit committee members*
[&] *Remuneration committee members*

Qualified Accountant and Company Secretary

Mr. YEUNG Chi Tat

Authorised Representatives

Mr. ZHANG Wenlin
Mr. YEUNG Chi Tat

Legal Advisers

Hong Kong

Kirkpatrick & Lockhart Preston Gates Ellis

Cayman

Conyers Dill & Pearman, Cayman

The People's Republic of China

Global Law Office

Auditors

PricewaterhouseCoopers

Registered Office

Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

Principal Place of Business

Hong Kong Office

Suite 5506, 55/F, Central Plaza,
18 Harbour Road, Wanchai
Hong Kong

Tianjin Office

No. 29 Jinwei Road, Bei Chen District,
Tianjin City, PRC

Principal Share Registrar and Transfer Office

Bank of Bermuda (Cayman) Limited
P.O. BOX 513GT, Strathvale House
North Church Street, George Town
Grand Cayman, Cayman Islands
British West Indies

Hong Kong Branch Share Registrar and Transfer Office

Tricor Investor Services Limited
26/F, Tesbury Centre
28 Queen's Road East
Hong Kong

Principal Bankers

Industrial and Commercial Bank of China
Commercial Bank
Bank of China
The Hongkong & Shanghai Banking Corporation
Rabobank
China Merchants Bank
Mizuho Corporate Bank

Investor Relations Consultant

Strategic Financial Relations (China) Limited

Company Website

http://www.dynasty-wines.com

Share Information

Listing date	26 January 2005
Stock name	Dynasty Wines
Nominal value	HK$0.1
Number of issued shares	As at 30 June 2008 1,245,000,000 shares
Board Lot	2,000 shares

Stock Code

The Stock Exchange of Hong Kong	828
Reuters	0828.HK
Bloomberg	828:HK

Financial year-end date

31 December

Profit attributable to equity holders of the Company increased by 20% to HK$120 million

Interim results

The Board of Directors (the "Directors") of Dynasty Fine Wines Group Limited (the "Company") is pleased to present the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2008. These results have been reviewed by the Company's Audit Committee. All Audit Committee members, including the chairman of the committee are independent non-executive directors. In addition, the independent auditor of the Company, PricewaterhouseCoopers, has reviewed the unaudited interim results for the six months ended 30 June 2008 in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

The Group had a turnover of HK$725 million (2007 — HK$662 million) for the six months ended 30 June 2008, representing an increase of 10% as compared with the same period last year and profit attributable to equity holders of the Company was HK$120 million (2007 — HK$100 million), representing an increase of 20%.

For the six months ended 30 June 2008, earnings per share of the Company ("Share") amounted to HK9.6 cents (2007 — HK8.0 cents) per Share based on the weighted average number of 1,245,000,000 (2007 — 1,245,000,000) Shares in issue during the period. The exercise of share options would have no material dilutive effect of earnings per share for the six months ended 30 June 2008.

The earnings growth in the first half of 2008 was primarily attributable to the increase in gross profit as a result of stable sales volume and improvement of the gross profit margin. As a reflection of the strong financial position and generally positive outlook of the Group's business, the Directors have resolved to pay an interim dividend of HK3.5 cents (2007 — HK3.6 cents) per Share.

Financial review

Turnover

Turnover of the Group represents proceeds from sale of wine products. It increased by 10% to HK$725 million in the first half of 2008 from HK$662 million for the corresponding period in 2007. The growth in turnover was due to impact of Renminbi appreciation, and a slight increase in sales volume and average ex-winery sales prices of products.

The average ex-winery sales price of red and white wine products during the period under review was slightly higher than the average price of HK$23.0 per bottle (750ml) in 2007 as a result of increase in average ex-factory sales price of certain selected grape wine products in the second quarter of 2008. Since consumers in the PRC have a prevalent preference for red wines, the Group was able to set higher prices for its red wine products and therefore the average ex-winery sales price of the Group's red wine products are generally higher than its white wine products.

Cost of sales

The following table sets forth the major components of cost of sales for the period under review:

	For the six months ended 30 June	
	2008	2007
	%	%
Cost of raw materials		
— Grapes and grape juice	**36**	38
— Yeast and additives	**2**	2
— Packaging materials	**27**	26
— Others	**2**	2
Total cost of raw materials	**67**	68
Manufacturing overheads	**12**	12
Consumption tax	**21**	20
Total cost of sales	**100**	100

The principal raw materials required by the Group in producing wine products are grapes, grape juice, yeast and additives as well as packaging materials including bottles, bottle caps, labels, corks and packing boxes. The cost of grapes and grape juice accounted for approximately 36% of the Group's total cost of sales, representing a decrease of 2% from approximately 38% in the corresponding period in 2007, contributed by the decrease in average cost of grapes and grape juice. The total cost of packaging materials increased during the period under review as compared with the corresponding period in 2007 primarily due to an increase in our purchase costs as a result of rise in raw material costs from suppliers.

Manufacturing overheads consist primarily of depreciation, rental of fixed assets, supplies, utilities, repair and maintenance expenses, salaries and related personnel expenses for the production and related departments and other incidental production expenses. Manufacturing overheads as a percentage of turnover remained stable during the period under review as compared with the corresponding period in 2007.

Gross profit margin

Calculated based on cost of sales inclusive of consumption tax and gross invoiced sales, the overall gross profit margin of the Group increased to 53.4% for the six months ended 30 June 2008, from 50.9% for the corresponding period in 2007. The increase was mainly the result of lower purchase cost of grape juice as compared with the first half year of 2007. The gross margin of red wine products and white wine products in the first half year of 2008 were 54.7% and 42.5% respectively (2007 — 51.6% and 42.4% respectively). The higher sales prices of red wine products explained the higher gross margin of the products.

Other gains

Other gains for the six months ended 30 June 2008 dropped by 13% to HK$17.2 million (2007 — HK$19.8 million), mainly attributable to:

(1) Decrease in interest income from lower interest rates for bank deposits; which was offset by

(2) A government grant of HK$5.7 million (2007 — HK$5.1 million) to a subsidiary in the PRC to encourage technological development and improvement in winemaking.

Distribution costs

Distribution costs mainly include advertising and market promotion expenses, transportation and delivery charges in connection with sales of grape wine products, salaries and related personnel expenses for the sales and marketing department and other incidental expenses. Distribution costs increased and accounted for approximately 26.8% (2007 — 25.4%) of the Group's turnover for the six months ended 30 June 2008. In particular, advertising and market promotion expenses accounted for approximately 18.3% (2007 — 16.4%) of the Group's turnover. The surge in distribution costs was primarily attributable to the increase in advertising and promotion fees which were incurred to boost market demand and expand market share outside Eastern region of the PRC.

General and administrative expenses

General and administrative expenses primarily comprise of salaries and related personnel expenses for administrative, finance and human resources departments, exchange loss, depreciation and amortisation expense and other incidental administrative expenses.

During the period under review, general and administrative expenses as a percentage of the Group's turnover decreased to 6.1% from 7.4% for the corresponding period last year. The decrease in general and administrative expenses was mainly because there was no functional currency exchange loss (2007 — HK$11 million) as the Company had changed its functional currency to Hong Kong dollars following commencement of HK dollars-based sales and marketing activities (including trading activities) coupled with other intended HK dollars transactions.

Taxation expense

Under the current laws of the Cayman Islands and the British Virgin Islands ("BVI"), neither the Company nor its subsidiaries incorporated in the BVI is subject to tax on its income or capital gains. In addition, any payment of dividends is not subject to withholding tax in those jurisdictions.

Pursuant to the PRC enterprise income tax law passed by the Tenth National People's Congress on 16 March 2007, the new enterprise income tax rates for domestic and foreign enterprises are unified at 25% effective from 1 January 2008. As a result, the enterprise income tax rate of all the subsidiaries of the Company incorporated in the PRC had changed from either 24% or 30% to 25% with effect from 1 January 2008. During the period under review, the effective tax rate of the Group decreased to approximately 27.2% (2007 — 28.4%), mainly because there was no functional currency exchange loss which was non-tax deductible expense.

Cash flow

In the first half year of 2008, operating activities were the Group's main source of cash flow. Cash was used mainly to pay for acquisition of plant and equipment and 2007 final dividends to shareholders.

The increase in cash inflow from operating activities from HK$148.7 million in the first half year of 2007 to HK$176.3 million in the first half year of 2008 was primarily attributable to the increase in gross profit and the effects of the changes in working capital, mainly decrease in other receivables, deposits and prepayments.

Net cash used in investing activities amounting to approximately HK$57.0 million (2007 — HK$13.4 million) was primarily spent on acquisition of plant and equipment pursuant to our expansion plan, less interest income.

Net cash outflow in financing activities constituted primarily of payment of dividends to shareholders of approximately HK$14.9 million (2007 — HK$14.9 million).

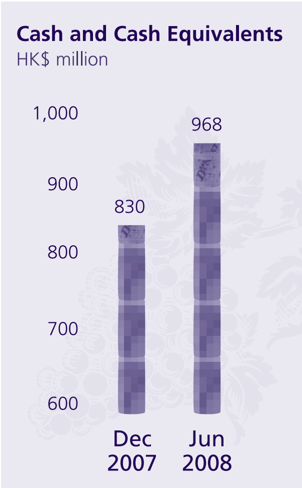
Financial management and treasury policy

As at 30 June 2008, except for the net proceeds from its placing and public offer, the Group's revenues, expenses, assets and liabilities were substantially denominated in Renminbi ("RMB"). The Group has progressively remitted the net proceeds from Hong Kong to the PRC and converted them into RMB shortly after remittance. The remaining unremitted net proceeds from the placing and public offer in 2005 that were not used for the intended purposes have been placed on short-term deposits (denominated in US dollars or Hong Kong dollars) with authorised financial institutions in Hong Kong. The Company also pays dividends in Hong Kong dollars. The Company does not implement any hedging or other derivatives. Maintaining sufficient financial resources and in a net cash position, the Group is exposed to minimal financial risk from interest rate fluctuation.

The purpose of the Group's investment policy is to monitor investments of its uncommitted funds to ensure achievement of the highest practicable returns while heeding the need to preserve capital and assure liquidity.

Liquidity and financial resources

As at 30 June 2008, the Group's unrestricted cash and bank balances amounted to HK$968.0 million. It has net cash inflow from operating activities ample for satisfying working capital requirements of business operations and capital expenditures. New investment will be funded by the Group's internal resources.



Capital structure

The Group had no borrowings and was in a significant net cash position as at 30 June 2008, reflecting its sound capital structure. The net proceeds from the placing and public offer in 2005 had strengthened the Group's capital structure, giving it sufficient cash to support operating and capital expenditure requirements in the foreseeable future.

The market capitalisation of the Company as at 30 June 2008 was approximately HK$1,706 million.

Gearing ratio

As at 30 June 2008, the Group had no long-term debts and a shareholders' fund of the Group amounted to approximately HK$1,752 million. The Group's gearing ratio, expressed as a ratio of total long-term debts to shareholders' fund, as at 30 June 2008 was nil (2007 — nil).

Capital commitments, contingencies and charges on assets

The Group made capital commitments including approximately HK$90.0 million that were authorised but not contracted for and approximately HK$29.2 million contracted but not provided for in the financial statements as at 30 June 2008. These commitments were mainly to support expansion of the Group's production capacity. The funding of such capital commitments will be paid using the listing proceeds as stated in the prospectus dated 17 January 2005.

As at 30 June 2008, the Group had no material contingent liabilities and the Group's assets were free from any charge.

Material acquisitions and disposals of subsidiaries and associated companies

The Group had not made any other material acquisitions or disposal of subsidiaries and associated companies during the six months ended 30 June 2008.

Use of proceeds

The Company was listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 26 January 2005. The net proceeds from the placing and public offer amounted to approximately HK$724 million. The planned usage and amounts actually spent are as follows:

Use	**Usage as announced** HK$ million	**Actual progress** HK$ million
Expansion of existing production facilities	200	200
Establishment of new production facilities	160	61
Expansion of sales and distribution network	20	—
Acquisition of Smiling East	47	47
Other acquisition opportunities and general working capital	297	32
Total	724	340

Unutilised net proceeds have been placed as short term bank deposits with authorised institution in Hong Kong.

Future plans for material investments or capital assets

To sustain long term development and crystallise its business plans, the Group is planning to continue to expand production capacity.

Business review

Sales analysis

During the first half of 2008, sales volume of the Group grew only slightly as compared to the same period of 2007 because of keen competition in the market and poor consumption sentiment after Sichuan earthquakes and flooding in Southern region of the PRC in the second quarter of 2008. The number of bottles of wine sold increased from approximately 29.5 million in the first half year of 2007 to approximately 29.6 million in the first half year of 2008. The primary revenue source of the Group continued to be sales of red wine products which accounted for approximately 89.6% of its total turnover for the period (2007 — 93.2%). Dynasty Dry Red, the prototype of the Group's mass market product, remained as the best selling product accounting for approximately 36.1% of the Group's turnover (2007 — 40.2%).

During the period under review, the Group continued to reinforce and expand its nationwide distribution network and sold its products in all provinces and autonomous regions and four directly-administered municipalities under the central government of the PRC. Huadong region (i.e. the Eastern region of the PRC), which comprises Shanghai city, and Zhejiang and Jiangsu provinces continued to be the Group's primary markets. In addition to these primary markets, sales of our products in other domestic markets, such as Tianjin city, Fujian and Hubei provinces, etc. also grew. Export sales of the Group's products to overseas market, were insignificant at 0.1% (2007 — 0.2%) of the Group's total turnover during the period as the primary focus of the Group is the domestic market in the PRC.

We produce a diverse range of over 50 products under the "Dynasty" brand to meet different consumer needs with special focus on the medium to high end segments in the People's Republic of China (the "PRC") grape wine market. During the period under review, sales of premium wine products, such as Dynasty Dry Red Wine — Aged in Oak Barrels, Dynasty Dry Red Wine — Reserve and Dynasty Premium Dry Red Wine — Aged in Oak Barrels, recorded encouraging growth. Although sales contribution of these products to our turnover was insignificant during the first half year of 2008, we believe these premium products will bring increasingly significant incomes to the Group and become a growth driver for it in the future. The Group recognizes the need for greater effort to drive high end sales to increase income as well as boost its brand image.

Supply of grapes or grape juice

Having sufficient supply of quality grapes or grape juice is crucial to ensuring the Group is able to put out consistently high quality products. We currently have over 10 major grape juice suppliers, mainly in Tianjin, Shandong, Hebei and Ningxia, with whom we have long-term and stable relationships. To ensure it has reliable and solid supply of quality grapes and grape juice to meet the needs of its growing business and fill expanding production capacity, the Group continues to work with grape growing partners to enlarge their existing vineyards so that they may enjoy better economies of scale and help them adopt state-of-the-art techniques to improve quality. The Group has also kept identifying new suppliers who can meet its quality requirements. For new suppliers, the quality of their grape juice will be fully tested before orders are placed. Such measures ensure we have grape and grape juice supplies with stable quality and help to lower the risk of production being interrupted by bad harvest, thus affecting the supply of grapes or grape juice.

Production capacity

The Group expanded production capacity to 50,000 tonnes (equivalent to approximately 66.7 million bottles) per annum in 2006. To continue to boost capacity, it commenced construction of new production and research and development facilities in our Tianjin winery in 2007. The new production facility, expected to be completed by the end of 2008, will increase our annual production capacity to 70,000 tonnes (equivalent to approximately 93.3 million bottles). The enlarged production capacity will enable us to promptly respond to the booming market and consolidate our market position.

Employees and remuneration policies

The Group employed a workforce of 404 (including Directors) in Hong Kong and the PRC. The total salaries and related costs incurred for the six months ended 30 June 2008 amounted to HK$34.0 million. The Group offers competitive remuneration packages commensurate with industry level and provides various fringe benefits, including trainings, medical and insurance coverage as well as retirement benefits to all employees in Hong Kong and in the PRC. In addition, there was an incentive scheme which links the staff bonus to the sales and results of the Group, which effectively stimulated the initiatives of the staff. The Group reviews its human resource and remuneration policies regularly with reference to local legislations, market conditions, industry practices as well as its own performance and that of individual employees.

The Company also adopted a share option scheme on 6 December 2004 for the purpose of providing incentives and rewards to eligible participants who have contributed to the success of its operations. As at 30 June 2008, 18,700,000 share options were granted and outstanding under the scheme.

Outlook

Looking forward, the wine industry in the PRC is expected to grow strongly in the next few years driven by increasing per capita disposable income and improving living standards in the country, and PRC consumers becoming more health conscious and aware of benefit of drinking high quality wines in particular red and white wines. However, the lucrative market will also attract new entrants and become more and more competitive. The Group is making preparation to meet the challenges and provide steady and favourable returns to shareholders. It has measures in place to enhance margin, increase sales and marketing reach, effectively control distribution costs and improve performance measurement methods to motivate staff. The Group will strive to maintain the leading position of its wine products in the market with sustained and steady growth of its results.

In addition to pushing for maximum organic growth in the future, we will continue to identify and pursue acquisition opportunities that can bring synergies to all our businesses thereby help the Group generate greater value for shareholders.

Interim Dividend

The Directors are pleased to declare an interim dividend of HK3.5 cents per Share. The interim dividend will be paid on 30 October 2008 to shareholders whose names appear on the Register of Members on 16 October 2008.

Closure of Register of Members

The Register of Members of the Company will be closed from Tuesday, 14 October 2008 to Thursday, 16 October 2008, both days inclusive, during which period no transfer of shares will be effected. To be entitled to receive the interim dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 26th Floor, Tesbury Centre, 28 Queen's Road East, Hong Kong, for registration no later than 4:30 p.m. on Monday, 13 October 2008.

Share Option Scheme

Details of the Company's Share Option Scheme are set out in the published annual report of the Company for the year ended 31 December 2007. Share options are granted to Directors and employees of the Group to provide incentive and/or reward for their contribution to, and continuing efforts to promote the interest of the Group. Details of the share options granted, exercised, lapsed and cancelled under the Scheme during the period and outstanding as at 30 June 2008 are as follows:

	Outstanding options held at 1 January 2008 (Note 1)	**Granted** (Note 2)	**Exercised**	**Lapsed/ cancelled**	**Outstanding options held at 30 June 2008**	**Approximate percentage of issued share capital of the Company**
Executive Directors:						
Mr. Bai Zhisheng	2,300,000	—	—	—	2,300,000	0.18%
Mr. Nie Jiansheng (resigned on 14 January 2008)	1,950,000	—	—	(1,950,000)	—	—
Mr. Chen Naiming (passed away on 23 January 2008) (Note 3)	2,100,000	—	—	—	2,100,000	0.17%
Non-executive Directors:						
Mr. Heriard-Dubreuil Francois	1,200,000	—	—	—	1,200,000	0.10%
Mr. Wang Guanghao (resigned on 14 January 2008)	900,000	—	—	(900,000)	—	—
Mr. Cheung Wai Ying, Benny	900,000	—	—	—	900,000	0.07%
Mr. Zhang Wenlin	900,000	—	—	—	900,000	0.07%
Mr. Wong Ching Chung	900,000	—	—	—	900,000	0.07%
Mr. Robert Luc	900,000	—	—	—	900,000	0.07%
Independent Non-executive Directors:						
Mr. Lai Ming, Joseph	—	500,000	—	—	500,000	0.04%
Dr. Hui Ho Ming, Herbert	—	500,000	—	—	500,000	0.04%
Mr. Chau Ka Wah, Arthur	—	500,000	—	—	500,000	0.04%
Other employees	8,000,000	—	—	—	8,000,000	0.65%
Total	20,050,000	1,500,000	—	(2,850,000)	18,700,000	1.50%

Note 1: These share options (except for the 1,200,000 share options granted to Mr. Bai Zhisheng and 150,000 share options granted to Mr. Chen Naiming) were granted on 27 January 2005, with an exercise price of HK$3.00 and are exercisable from 17 August 2005 to 26 January 2015. 1,200,000 share options were granted to Mr. Bai Zhisheng on 1 November 2006 with an exercise price of HK$3.00 and are exercisable from 22 May 2007 to 31 October 2016. 150,000 share options were granted to Mr. Chen Naiming on 27 August 2007 with an exercise price of HK$3.00 and are exercisable from 17 March 2008 to 26 August 2017.

Note 2: These share options were granted on 16 January 2008, with an exercise price of HK$2.91 and are exercisable from 6 August 2008 to 15 January 2018.

Note 3: Mr. Chen Naiming passed away on 23 January 2008 and his personal representatives may exercise the share options within 12 months of the date of his death in accordance with the Scheme.

Directors' Interests and Short Positions in the Shares, Underlying Shares and Debentures of the Company

As at 30 June 2008, the interests and short positions of the Directors, chief executives and their associates of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance ("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 (including interests or short positions which they are taken or deemed to have under such provisions of the SFO), and as recorded in the registrar required to be recorded in the register required to be kept under Section 352 of SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Companies, were as follows:

Rights to acquire Shares

The interests of the Directors in the share options of the Company as beneficial owner are set out in the section headed "Share Option Scheme" above.

Except as set out above, as at 30 June 2008, none of the Directors, chief executives and their respective associates has any interest and short positions in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of 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 (including interests or short positions which they are taken or deemed to have under such provisions of the SFO), and as recorded in the registrar required to be kept 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 Companies.

Save as disclosed in this report, at no time during the period was the Company, its subsidiaries, its fellow subsidiaries or its holding company, a party to any arrangements to enable the Directors or any of their spouse or children under the age of 18 to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Substantial Shareholders' Interests and Short Positions in the Shares and Underlying Shares of the Company

As at 30 June 2008, so far as was known to the Directors or chief executive of the Company, the interests or short positions of every person, other than the Directors or chief executive of the Company, in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company under Section 336 of the SFO are as follows:

Long position in Shares

Name	Nature of interest	Number of Shares held	Approximate percentage of the Company's issued share capital
Famous Ever Group Limited (Note 1)	Beneficial owner	558,000,000	44.82%
Tianjin Development Holdings Limited (Note 1)	Interest of a controlled corporation	558,000,000	44.82%
Tianjin Investment Holdings Limited (Note 2)	Interest of a controlled corporation	558,000,000	44.82%
Tsinlien Group Company Limited (Note 3)	Interest of a controlled corporation	558,000,000	44.82%
Remy Pacifique Limited (Note 4)	Beneficial owner	336,528,000	27.03%
Remy Concord Limited (Note 4)	Interest of a controlled corporation	336,528,000	27.03%
Remy Cointreau Services S.A.S. (Note 4)	Interest of a controlled corporation	336,528,000	27.03%
Remy Cointreau S.A. (Note 4)	Interest of a controlled corporation	336,528,000	27.03%
Orpar S.A. (Note 4)	Interest of a controlled corporation	336,528,000	27.03%
Andromede S.A. (Note 4)	Interest of a controlled corporation	336,528,000	27.03%
The Hamon Investment Group Pte Limited	Investment manager	75,126,000	6.03%

Notes:

(1) Famous Ever Group Limited is a wholly owned subsidiary of Tianjin Development Holdings Limited ("Tianjin Development"). By virtue of the SFO, Tianjin Development is deemed to be interested in the Shares held by Famous Ever Group Limited.

(2) Tianjin Investment Holdings Limited ("Tianjin Investment") owns 53.21% shareholdings in Tianjin Development. By virtue of the SFO, Tianjin Investment is deemed to be interested in the Shares held by Tianjin Development.

(3) Tianjin Investment is a wholly owned subsidiary of Tsinlien Group Company Limited, the ultimate holding company of Tianjin Development. By virtue of the SFO, Tsinlien Group Company Limited is deemed to be interested in the Shares held by Tianjin Investment.

(4) Remy Concord Limited is entitled to exercise or control the exercise of all the voting power at general meetings of Remy Pacifique Limited. Remy Cointreau Services S.A.S. is entitled to exercise or control the exercise of all the voting power at general meetings of Remy Concord Limited. Remy Cointreau S.A. is entitled to exercise or control the exercise of all the voting power at general meetings of Remy Cointreau Services S.A.S.. Orpar S.A. is entitled to exercise or control the exercise of approximately 54.68% of the voting power at general meetings of Remy Cointreau S.A.. Andromede S.A. is entitled to exercise or control the exercise of approximately 79.71% of the voting power at general meetings of Orpar S.A.. By virtue of Part XV of the SFO, each of Remy Concord Limited, Remy Cointreau Services S.A.S., Remy Cointreau S.A., Orpar S.A. and Andromede S.A. is deemed to be interested in the Shares held by Remy Pacifique Limited.

Except as set out above, as at 30 June 2008, no person, not being a Director or chief executive of the Company, had interests or short positions in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company under Section 336 of the SFO.

Purchase, Sale or Redemption of Shares of the Company

There were no purchases, sales or redemptions of the Company's Shares by the Company or any of its subsidiaries during the financial period under review.

Corporate Governance

The Company is committed to fulfilling its responsibilities to shareholders and aims to protect and enhance shareholder value through solid corporate governance. Considerable efforts are devoted to identifying and formalising best practices. The Group is committed to ensuring greater transparency and quality of disclosures. The Board has been and will continue to uphold the appropriate standards of corporate governance within the Group, thereby ensuring all businesses are conducted in an honest, ethical and responsible manner and the proper processes for oversight of its businesses are in place, in operation and are regularly reviewed.

Throughout the financial period under review, basically as previously mentioned in our 2007 annual report, none of the Directors was aware of information that would reasonably indicate that the Company is not in compliance with the Code on Corporate Governance Practices (the "Code") contained in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") except for the Code A.2.1. This code stipulates that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. Mr. Bai Zhisheng was the chairman and general manager (which is equivalent to the chief executive officer) of the Company since the decease of the late Mr. Chen Naiming, the former general manager on 23 January 2008. In order to ensure the compliance with Code A.2.1, the Directors are in the process of recruiting a suitable candidate for the position of general manager. Mr. Bai will continue to assume the general manager's duties during this transitional period until the right candidate is identified.

Compliance with the Model Code for Securities Transactions by Directors

The Company has adopted procedures governing Directors' securities transactions in compliance with the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules. All Directors had confirmed, following enquiry by the Company, that they had complied with the required standards as set out in the Model Code throughout the six months ended 30 June 2008.

By order of the Board
Mr. Bai Zhisheng
Chairman

Hong Kong, 10 September 2008

Financial Section

PRICEWATERHOUSECOOPERS

羅兵咸永道會計師事務所

PricewaterhouseCoopers
22/F, Prince's Building
Central, Hong Kong

TO THE BOARD OF DIRECTORS OF DYNASTY FINE WINES GROUP LIMITED
(incorporated in Cayman Islands with limited liability)

Introduction

We have reviewed the interim financial information set out on pages 19 to 32, which comprises the condensed consolidated balance sheet of Dynasty Fine Wines Group Limited (the "Company") and its subsidiaries (together, the "Group") as at 30 June 2008 and the related condensed consolidated statements of income, changes in equity and condensed consolidated cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. The Rules Governing the Listing of Securities on the Main Board of The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants. The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review 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.

Scope of Review

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting".

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 10 September, 2008

Condensed Consolidated Income Statement

	Note	Unaudited Six months ended 30 June 2008 HK$'000	 2007 HK$'000
Turnover	6	**725,247**	662,324
Cost of sales		**(337,977)**	(324,898)
Gross profit		**387,270**	337,426
Other gains	6	**17,217**	19,802
Distribution costs		**(194,120)**	(168,274)
General and administrative expenses		**(44,390)**	(48,884)
Operating profit	7	**165,977**	140,070
Share of profit of an associate		**37**	3
Profit before income tax		**166,014**	140,073
Income tax expense	8	**(45,118)**	(39,740)
Profit for the period		**120,896**	100,333
Attributable to:			
Equity holders of the Company		**120,067**	100,048
Minority interests		**829**	285
		120,896	100,333
Dividends	9	**43,575**	44,820
		HK cents	HK cents
Earnings per share			
— Basic and diluted earnings per share	10	**9.6**	8.0

The Notes on pages 23 to 32 are an integral part of these condensed financial statements.

Condensed Consolidated Balance Sheet

	Note	As at 30 June 2008 Unaudited HK$'000	As at 31 December 2007 Audited HK$'000
ASSETS			
Non-current assets			
Property, plant and equipment	11	**432,652**	361,928
Land use rights		**64,754**	61,698
Interest in an associate	12	**13,372**	12,536
Goodwill		**9,421**	9,421
Deferred income tax asset		**1,461**	1,373
		521,660	446,956
Current assets			
Trade receivables	13	**97,195**	106,504
Other receivables, deposits and prepayments		**32,771**	61,428
Inventories		**432,898**	422,564
Cash and bank balances		**968,002**	830,346
		1,530,866	1,420,842
Total assets		**2,052,526**	1,867,798
EQUITY			
Capital and reserves attributable to the Company's equity holders:			
Share capital	14	**124,500**	124,500
Other reserves	15	**1,201,231**	1,115,891
Retained earnings		**426,444**	320,225
		1,752,175	1,560,616
Minority interests		**35,548**	32,616
Total equity		**1,787,723**	1,593,232
LIABILITIES			
Current liabilities			
Trade payables	16	**67,722**	44,121
Other payables and accruals		**190,922**	218,703
Current income tax liabilities		**6,159**	11,742
Total liabilities		**264,803**	274,566
Total equity and liabilities		**2,052,526**	1,867,798
Net current assets		**1,266,063**	1,146,276
Total assets less current liabilities		**1,787,723**	1,593,232

The Notes on pages 23 to 32 are an integral part of these condensed financial statements.

Condensed Consolidated Statement of Changes in Equity

	Note	Attributable to equity holders of the Company				
		Share capital	Other reserves	Retained earnings	Minority interests	Total
		HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Balance at 1 January 2007		124,500	1,005,481	269,819	30,098	1,429,898
Employee share options scheme						
— Value of employee services	15	—	434	—	—	434
Profit for the period		—	—	100,048	285	100,333
Currency translation differences	15	—	41,432	—	962	42,394
Dividends	9	—	—	(14,940)	—	(14,940)
Balance at 30 June 2007		124,500	1,047,347	354,927	31,345	1,558,119
Balance at 1 January 2008		124,500	1,115,891	320,225	32,616	1,593,232
Employee share options scheme						
— Value of employee services	15	—	592	—	—	592
Profit for the period		—	—	120,067	829	120,896
Transfers	15	—	(1,092)	1,092	—	—
Currency translation differences	15	—	85,840	—	2,103	87,943
Dividends	9	—	—	(14,940)	—	(14,940)
Balance at 30 June 2008		124,500	1,201,231	426,444	35,548	1,787,723

The Notes on pages 23 to 32 are an integral part of these condensed financial statements.

Condensed Consolidated Cash Flow Statement

	Unaudited Six months ended 30 June	
	2008	2007
	HK$'000	HK$'000
Net cash generated from/(used in):		
— operating activities	**176,250**	148,733
— investing activities	**(57,017)**	(13,364)
— financing activities	**(14,940)**	(17,160)
Net increase in cash and cash equivalents	**104,293**	118,209
Cash and cash equivalents at 1 January	**830,346**	764,394
Changes in exchange rate	**33,363**	10,621
Cash and cash equivalents at 30 June	**968,002**	893,224
Analysis of balances of cash and cash equivalents		
Unrestricted cash and bank balances	**968,002**	893,224

The Notes on pages 23 to 32 are an integral part of these condensed financial statements.

1 General Information

The Company was incorporated in the Cayman Islands on 29 July 2004 as an exempted company with limited liability under the Companies Law of the Cayman Islands. The Company together with its subsidiaries are hereafter collectively referred to as the Group.

The Group produces and sells wine products, through a network of distributors. The Group mainly operates in PRC and Hong Kong with a registered office in Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal address of the Company is Suite 5506, 55/F, Central Plaza, 18 Harbour Road, Wanchai, Hong Kong.

The condensed financial statements were approved for issue on 10 September 2008.

2 Basis of Preparation and Accounting Policies

These unaudited condensed financial statements are prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34, "Interim Financial Reporting", issued by the Hong Kong Institute of Certified Public Accountants and Appendix 16 of the Rules Governing the Listing of Securities ("Listing Rules") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

These condensed financial statements should be read in conjunction with the Company's 2007 annual financial statements.

The accounting policies and methods of computation used in the preparation of these condensed financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2007, except that the Company changed its functional currency to HK dollars at the beginning of the period following commencement of HK dollars-based trading activities coupled with other intended HK dollars transactions, and the Group adopted the following new interpretations for the accounting period beginning on or after 1 January 2008:

HK(IFRIC)-Int 11	HKFRS 2 — Group and treasury share transactions
HK(IFRIC)-Int 12	Service concession arrangements
HK(IFRIC)-Int 14	HKAS 19 — The limit on a defined benefit asset, minimum funding requirements and their interaction

The adoption of these new interpretations do not have a significant impact on the Group's results and financial position.

2 Basis of Preparation and Accounting Policies (continued)

The Group has not adopted the following new/revised standards, amendments and interpretations that have been issued but are not effective for the period ended 30 June 2008. The Group is in the process of assessing the impact of these changes and they do not expect these changes to have a significant impact on the Group's results and financial position.

HKAS 1 (Revised)	Presentation of financial statements
HKAS 23 (Amendment)	Borrowing costs
HKAS 27 (Revised)	Consolidated and separate financial statements
HKFRS 2 (Amendment)	Share-based payment — Vesting conditions and cancellations
HKFRS 3 (Revised)	Business combinations
HKFRS 8	Operating segments
HK(IFRIC)-Int 13	Customer loyalty programmes
HK(IFRIC)-Int 15	Agreements for the construction of real estate
HK(IFRIC)-Int 16	Hedges of a net investment in a foreign operation

3 Financial Risk Management

All aspects of the Group's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended 31 December 2007.

4 Critical Accounting Estimates and Assumptions

Estimates and judgements used are continuously evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The resulting accounting estimates will, by definition, seldom equal to the related actual results.

The estimates and assumptions applied in the preparation of the interim financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2007.

5 Segment Information

Production and sale of wine products is the only business segment of the Group for the periods ended 30 June 2008 and 2007. No geographical analysis is provided as less than 10% of the consolidated turnover, consolidated results and operating assets of the Group are attributable to markets other than the PRC.

6 Turnover and Other Gains

The Group is principally engaged in the production and sale of wine products. Revenue and other gains recognised during the period are as follows:

	Unaudited Six months ended 30 June 2008 HK$'000	2007 HK$'000
Turnover		
Production and sale of wine products	**725,247**	662,324
Other gains		
Interest income	**11,490**	14,751
Government grants	**5,727**	5,051
	17,217	19,802
Total revenue and other gains	**742,464**	682,126

7 Operating Profit

Operating profit is stated after charging/(crediting):

	Unaudited Six months ended 30 June 2008 HK$'000	2007 HK$'000
Employee costs include:		
— salaries, other allowance and benefits	**29,455**	31,929
— contributions to retirement benefits scheme	**3,922**	3,357
— share-based payments	**592**	434
— government subsidy	**—**	(4,500)
Total employee costs including directors' emoluments	**33,969**	31,220
Depreciation	**22,513**	17,935
Amortisation	**844**	1,974
Operating lease rentals in respect of:		
— transformation station	**1,189**	1,091
— office premises	**1,131**	713

8 Income Tax Expense

	Unaudited Six months ended 30 June	
	2008 **HK$'000**	2007 HK$'000
Current taxation:		
— PRC income tax	**44,879**	37,815
— withholding tax	**239**	—
— underprovision in prior year	**—**	1,925
	45,118	39,740

No provision for Hong Kong profits tax has been made as the Group has no estimated assessable profit in Hong Kong.

Provision for PRC income tax has been made at the applicable rate on the estimated assessable profit for the period for each of the Group's subsidiaries. The applicable rate is principally 25% (2007: 24%, being the preferential rate for foreign investment production enterprises established in a coastal economic development zone).

9 Dividends

	Unaudited Six months ended 30 June	
	2008 **HK$'000**	2007 HK$'000
2007 final paid, of HK1.2 cents (2006 final paid, of HK1.2 cents) per ordinary share	**14,940**	14,940
2008 interim declared of HK3.5 cents (2007: HK3.6 cents) per ordinary share (Note)	**43,575**	44,820
	58,515	59,760

Note: On 10 September 2008, the board of directors declared an interim dividend of HK3.5 cents per ordinary share. This declared dividend is not reflected as a dividend payable in these financial statements, but will be reflected as an appropriation of share premium for the year ending 31 December 2008.

10 Earnings Per Share

The calculation of the basic earnings per share is based on the profit attributable to equity holders of the Company of HK$120,067,000 (2007: HK$100,048,000) and the weighted average number of 1,245,000,000 shares in issue during the six months to 30 June 2008 (2007: As for 2008).

The exercise of share options would have no material dilutive effect of earnings per share for the six months ended 30 June 2008 (2007: As for 2008).

11 Capital Expenditure

During the six months ended 30 June 2008, the Group acquired plant and equipment amounting to approximately HK$70 million (2007: HK$29 million).

12 Interest in an Associate

	Unaudited 30 June 2008 HK$'000	Audited 31 December 2007 HK$'000
Share of net assets	**13,372**	12,536

13 Trade Receivables

The Group generally grants a credit period of 30 to 180 days to its customers. The aging analysis of the trade receivables is as follows:

	Unaudited 30 June 2008 HK$'000	Audited 31 December 2007 HK$'000
Below 30 days	**91,394**	55,610
30 to 90 days	**1,589**	21,829
91 to 180 days	**2,061**	27,498
Over 180 days	**3,261**	2,610
	98,305	107,547
Less: Provision for impairment	**(1,110)**	(1,043)
	97,195	106,504

14 Share Capital

	Number of shares	Share capital HK$'000
Ordinary shares of HK$0.1 each:		
Authorised:		
As at 30 June 2008 and 31 December 2007	3,000,000,000	300,000
Issued and paid up:		
As at 30 June 2008 and 31 December 2007	1,245,000,000	124,500

Share options scheme

Pursuant to the resolution of the equity holders of the Company on 6 December 2004, a share option scheme (the "Scheme") was approved and adopted.

Under the Scheme, the directors may, at their discretion, grant to any eligible person as defined under the Scheme to take up options to subscribe for shares of the Company at a subscription price to be determined by the directors pursuant to the relevant listing rules. The maximum number of shares issuable upon the exercise of all outstanding options to be granted under the Scheme must not, in aggregate, exceed 30% of the total number of shares in issue from time to time. The total number of shares in respect of which options may be granted under the Scheme and any other share options schemes of the Company shall not exceed 120 million shares, being 10% of the total number of shares in issue as at the date of listing of the Company's shares unless separate approval is obtained.

The Group has no legal or constructive obligation to repurchase or settle the options in cash.

14 Share Capital (continued)

Particulars and movements of the share option are as follows:

	Date of grant	Exercise price HK$	Outstanding as at 1 January 2008	Options granted/ (cancelled)	Outstanding as at 30 June 2008
Option granted to directors, other than the independent non-executive directors	27 January 2005	3	10,700,000	(2,850,000)	7,850,000
	1 November 2006	3	1,200,000	—	1,200,000
	27 August 2007	3	150,000	—	150,000
			12,050,000	(2,850,000)	9,200,000
Option granted to independent non-executive directors	16 January 2008	2.91	—	1,500,000	1,500,000
Option granted to employees	27 January 2005	3	7,500,000	—	7,500,000
	1 November 2006	3	500,000	—	500,000
			8,000,000	—	8,000,000
Total			20,050,000	(1,350,000)	18,700,000

15 Other Reserves

	Unaudited						
	Share Premium (Note iii) HK$'000	Merger reserve (Note i) HK$'000	Employee share-based compensation reserve HK$'000	Reserve fund (Note ii) HK$'000	Enterprise expansion reserve (Note ii) HK$'000	Exchange reserve HK$'000	Total HK$'000
As at 1 January 2007	689,518	74,519	7,187	78,927	94,375	60,955	1,005,481
Share-based payments	—	—	434	—	—	—	434
Currency translation differences	—	—	—	—	—	41,432	41,432
As at 30 June 2007	689,518	74,519	7,621	78,927	94,375	102,387	1,047,347
As at 1 January 2008	689,518	74,519	7,661	95,087	94,375	154,731	1,115,891
Share-based payments	—	—	592	—	—	—	592
Transfers	—	—	(1,092)	—	—	—	(1,092)
Currency translation differences	—	—	—	—	—	85,840	85,840
As at 30 June 2008	689,518	74,519	7,161	95,087	94,375	240,571	1,201,231

15 Other Reserves (continued)

Notes:

(i) Merger reserve

The merger reserve of the Group represents the difference between the nominal value of the shares of the subsidiaries that were acquired and the nominal value of the Company's shares issued in exchange therefore pursuant to the reorganisation.

(ii) Reserve fund and enterprise expansion reserve

According to the Articles of Association of the Group's subsidiaries established in the PRC, a percentage of net profit as reported in the PRC statutory financial statements should be transferred to reserve fund and enterprise expansion reserve. The percentage of appropriation may be determined at the discretion of the board of directors of the respective subsidiaries. The reserve fund can be used to set off accumulated losses whilst the enterprise expansion reserve can be used for expansion of production facilities or increase in registered capital.

(iii) Share premium

Under the Companies Law of the Cayman Islands, the share premium account is distributable to the shareholders of the Company provided that immediately following the date on which the dividend is proposed to be distributed, the Company will be in a position to pay off its debts as they fall due in the ordinary course of business of the Company.

16 Trade Payables

The aging analysis of the trade payables is as follows:

	Unaudited 30 June 2008 HK$'000	Audited 31 December 2007 HK$'000
Below 30 days	**65,703**	40,351
91 to 180 days	**—**	1,562
Over 180 days	**2,019**	2,208
	67,722	44,121

17 Operating Lease Commitments

At 30 June 2008, the Group had future aggregate minimum lease payments under non-cancellable operating leases as follows:

	Unaudited 30 June 2008 HK$'000	Audited 31 December 2007 HK$'000
Transformation station		
— Not later than one year	**2,379**	2,227
— Later than one year but not later than five years	**2,577**	3,526
	4,956	5,753
Office premises		
— Not later than one year	**2,262**	2,262
— Later than one year but not later than five years	**2,450**	3,581
	4,712	5,843

18 Capital Commitments

At 30 June 2008, the Group had capital expenditure commitments related to purchase of plant and equipment:

	Unaudited 30 June 2008 HK$'000	Audited 31 December 2007 HK$'000
Authorised but not contracted for	**89,987**	131,091
Contracted but not provided for	**29,212**	42,052
	119,199	173,143

19 Related Party Transactions

The following is a summary of significant related party transactions during the period which in the opinion of the directors were conducted in the normal course of the Group's business:

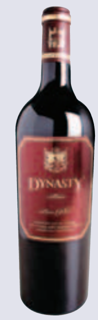
	Unaudited Six months ended 30 June	
	2008	2007
	HK$'000	HK$'000
Purchase of unprocessed wine from an associate	**40,973**	26,651
Key management compensation:		
— Salaries and other short-term employee benefits	**4,483**	5,142
— Other long-term benefits	**257**	304
— Share-based payments	**592**	434
	5,332	5,880

	Unaudited	Audited
	30 June	31 December
	2008	2007
	HK$'000	HK$'000
Advance for unprocessed wine		
— Associate (Note)	**3,488**	6,077

Note: The advance for purchase of unprocessed wine included in other receivables, deposits and prepayments, was trade in nature, non-interest bearing and had no fixed repayment terms.

RED WINE
紅葡萄酒

Dynasty Dry Red Wine
王朝乾紅葡萄酒



Dynasty Merlot Dry Red Wine
王朝梅鹿輒乾紅葡萄酒

Dynasty Dry Red Wine — Aged in Oak Barrels
王朝木桶陳釀乾紅葡萄酒

WHITE WINE
白葡萄酒

Dynasty Medium Dry White Wine
王朝半乾白葡萄酒

Dynasty Extra Dry White Wine
王朝乾白葡萄酒

SPARKLING WINE
起泡葡萄酒

Dynasty Sparkling Wine
(Second Fermentation in bottle)
王朝工藝瓶式起泡葡萄酒

BRANDY
白蘭地

Dynasty Fine Brandy — XO
王朝XO白蘭地

SELECTIONS

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精選產品

Dynasty Chardonnay Reserve 2006
王朝2006年珍藏霞多麗

Royal Selection — Dynasty Cabernet Sauvignon Reserve 2006
皇族系列 — 王朝2006年珍藏赤霞珠

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DYNASTY

www.dynasty-wines.com