



CHINA BEST
國華集團

CHINA BEST GROUP HOLDING LIMITED

(Incorporated in Bermuda with limited liability)
(Stock Code : 370)

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Corporate Information

Company Name	China Best Group Holding Limited
Board of Directors Executive Directors	Ms. Ma Jun Li (<i>Chairman</i>) Mr. Ng Tang (<i>Deputy Chairman</i>) Mr. Zhang Da Qing (<i>Chief Executive Officer</i>) Mr. Ren Zheng Ms. Cheung Hoi Ping Mr. Zhang Jun
Independent Non-Executive Directors	Ms. Chung Kwo Ling Mr. Sun Yeung Yeung Mr. Lee Yuen Kwong (Resigned on 21st August, 2008) Mr. Chan Ngai Sang Kenny (Appointed on 21st August, 2008)
Company Secretary	Mr. Ho Wing Kuen <i>FCCA, HKICPA, ACIS, ACS</i>
Registered Office	Clarendon House 2 Church Street Hamilton HM11 Bermuda
Head Office and Principal Place of Business in Hong Kong	Room 3405, Bank of America Tower 12 Harcourt Road Central Hong Kong
Auditors	SHINEWING (HK) CPA Limited 16/F United Centre 95 Queensway Hong Kong
Principal Banker	HSBC
Principal Share Registrars and Transfer Office	Butterfield Corporate Services Limited Rosebank Centre 14 Bermudiana Road Pembroke Bermuda
Hong Kong Branch Share Registrars and Transfer Office	Tricor Tengis Limited 26th Floor Tesbury Centre 28 Queen's Road East Wanchai Hong Kong

Chairman's Message

During the first half of the year, the Group continued to take the coal mining and coke manufacturing as its core business development, where the management efficiency and effectiveness of the coke project invested in by the Group in Shanxi are progressively improving. Through its good networks and relationships with both the government and various business sectors, the Group actively expanded its coverage into each of the coal-producing provinces in the PRC and strove to explore new cooperation opportunities in order to broaden its coal mining and coke business portfolio step by step.

The Group acquired a 51% interest in Shanxi Changxing Yuci Coking Co., Limited in 2005. Capital contribution of such transaction was completed and the Group has become the controlling shareholder of Shanxi Changxing. However, the Chinese party of the said investment is still waiting for the issuance of a State-owned land use right certificate of the production plant to finish all the legal procedures.

Currently, the annual coke production capacity of Shanxi Changxing is 600,000 tons. The business operation of Shanxi Changxing was gradually improving, but finance expenses were still heavy. The management and operating efficiency were enhanced during the past years. In view of the adverse overseas economy, its results performance in the second half of the year may be affected.

Furthermore, the rapid decline in global economy during the first half of the year has severely dampened stock investment sentiment, which resulted in a significant loss being recorded by the Group.

With a view to further expand its investment in coal business in China, on 3 March 2008, the Group entered into a memorandum of understanding on co-operation with an independent party Asset Rich International Limited ("Asset Rich"), whereby the Group intended to acquire the equity interests and become a controlling shareholder of ChongHou Energy Resources Limited ("ChongHou"), which was then a company within the Asset Rich Group. According to the letter of intent on co-operation, ChongHou of the Asset Rich Group holds 60% interest in Inner Mongolia Qipanjing Mining Co., Ltd. and Inner Mongolia Qipanjing Coking Co., Ltd..

Inner Mongolia Qipanjing Mining Co., Ltd. ("Qipanjing Mining") is a sino-foreign joint venture company which is principally engaged in the coal mining, and production and sale of coals. It owns three coalmines with total annual production capacity of approximately 1.80 million tonnes. The total coalfield area covered approximately 6.769 km² and the types of coal within the coalfield is 1/3 coking coal.

Inner Mongolia Qipanjing Coking Co., Ltd. ("Qipanjing Coking") is a wholly-owned subsidiary of Qipanjing Mining and the principal business of which is coal clean and coke processing. It owns a tamping coke furnace with annual production volume of 0.25 million tonnes of coke and a dense media coal washing plant with annual production volume of 1.20 million tonnes.

As Qipanjing Mining and Qipanjing Coking have been operating for several years with satisfactory results, the Group is able to have their profits contributions immediately follow completion of the acquisition. As the business of Qipanjing Mining, coal mining signing of this memorandum of understanding will allow the Group in diversifying into the upstream business in mineral resources.

Chairman's Message

FUTURE PROSPECT

Shanxi Changxing has achieved its production target in the first half of this year. Operating efficiency is improved to receive a further boost upon the 100% utilisation of its design capacity and increase in sales. The Group keeps on working hard to strive for more contribution of profit in the second half of this year leveraging on its excellent relationship with government and business connection.

While the price of coke remains on the uptrend in long term, it has inevitably had some short-term fluctuation in recent months. Yet the Group is fully confident in the future development of coke as a major source of resources in the long run. Although the global economy slumped in the first half of the year, the sustained growth of China's economy gives an impetus to the steady development of the domestic steel and other related industries including automotive manufacturing industry and infrastructure construction, creating a stable and persistent demand in the coke industry. The Group will continue to take the coal mining and coke manufacturing as its core business, strive to identify other investment and joint venture opportunities for strengthening its coke business portfolio by steps. The Group will also explore opportunities for expanding into the upstream mineral resources and downstream coal based chemical processing industry, thus driving the Group towards its objective of becoming a leading "integrated holistic" coke-producing enterprise in China.

Ma Jun Li

Chairman

22nd September, 2008

Independent Interim Review Report



SHINEWING (HK) CPA Limited
16/F., United Centre
95 Queensway, Hong Kong

TO THE BOARD OF DIRECTORS OF CHINA BEST GROUP HOLDING LIMITED

(incorporated in Bermuda with limited liability)

Introduction

We have reviewed the interim financial information set out on pages 6 to 18, which comprises the condensed consolidated balance sheet of China Best Group Holding Limited (the "Company") and its subsidiaries (together, the "Group") as at 30 June 2008 and the related condensed consolidated income statement, condensed consolidated statement of changes in equity and condensed consolidated cash flow statement for the six-month period then ended and certain 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 the interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard ("HKAS") 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 HKAS 34. 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 ("HKSRE") 2400, "Engagements to Review Financial Statements" issued by the Hong Kong Institute of Certified Public Accountants. A review of interim financial information consists of making enquiries, 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 aspects, in accordance with HKAS 34.

Without qualifying our review conclusion above, we draw attention to the fact that the comparative condensed consolidated income statement, condensed consolidated statement of change in equity and condensed consolidated cash flow statement for the six-month period ended 30 June 2007 disclosed in the interim financial information have not been reviewed in accordance with HKSRE 2400 issued by the Hong Kong Institute of Certified Public Accountants.

SHINEWING (HK) CPA Limited

Certified Public Accountants

Pang Wai Hang

Practising Certificate Number: P05044

Hong Kong

22 September 2008

Condensed Consolidated Income Statement

For the six months ended 30 June 2008

	Notes	Six months ended 30 June,	
		2008 HK\$'000 (unaudited)	2007 HK\$'000 (unaudited)
Turnover	4	351,207	109,612
Cost of sales		(300,663)	(113,195)
Gross profit (loss)		50,544	(3,583)
(Loss) gain on disposal of investments held for trading		(49,375)	59,830
Fair value adjustment on investments held for trading		(12,294)	(5,022)
Other income		3,541	4,297
Distribution and selling expenses		(7,305)	(8,602)
Administrative expenses		(33,665)	(19,133)
Finance costs	6	(16,506)	(7,444)
Share of results of associate		141	126
(Loss) profit before taxation		(64,919)	20,469
Income tax expense	7	(28)	(2,441)
(Loss) profit for the period	8	(64,947)	18,028
Attributable to:			
Equity holders of the Company		(64,947)	18,028
Minority interests		–	–
		(64,947)	18,028
Dividends	9	–	–
(Loss) earnings per share (in the Hong Kong cents)	10		
– basic		(1.01)	0.30
– diluted		N/A	0.29

Condensed Consolidated Balance Sheet

At 30 June 2008

	Notes	30.6.2008 HK\$'000 (unaudited)	31.12.2007 HK\$'000 (audited)
Non-Current Assets			
Investment properties	11	9,196	1,700
Property, plant and equipment	11	135,375	118,326
Prepaid lease payments		4,064	3,876
Interests in associate		4,504	4,363
Available-for-sale investments		8,850	8,850
Club debentures		1,244	1,168
		163,233	138,283
Current Assets			
Inventories		74,037	20,878
Trade and other receivables	12	69,902	33,172
Prepaid lease payments		183	172
Short-term loan receivables		8,000	18,212
Investments held for trading		22,839	180,756
Deposits placed with security brokers		1,635	579
Pledged bank deposits		32,077	20,519
Bank balances and cash		249,268	20,579
		457,941	294,867
Current Liabilities			
Trade and other payables	13	313,406	234,782
Taxation payable		5,599	5,599
Margin loan payables		3,453	75,726
Other borrowings	14	152,445	98,647
		474,903	414,754
Net Current Liabilities			
		(16,962)	(119,887)
Total Assets Less Current Liabilities			
		146,271	18,396
Non-Current Liability			
Other borrowings	14	4,547	32,719
		141,724	(14,323)
Capital and Reserves			
Share capital	15	465,449	310,299
Reserves		(279,589)	(280,486)
Equity attributable to equity holders of the Company		185,860	29,813
Minority interests		(44,136)	(44,136)
		141,724	(14,323)

Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2008

	Attributable to equity holders of the Company								Total HK'000
	Share capital	Share premium	Contributed surplus	Translation reserve	Share option reserve	Accumulated losses	Total	Minority interests	
	HK'000 (Note 15)	HK'000	HK'000 (Note)	HK'000	HK'000	HK'000	HK'000	HK'000	
(Audited)									
At 1 January 2007	302,449	151,902	1,996	(1,049)	32,691	(415,104)	72,885	(41,470)	31,415
Exchange differences arising from translation of foreign operations and recognised directly in equity	-	-	-	(2,106)	-	-	(2,106)	-	(2,106)
Profit for the period	-	-	-	-	-	18,028	18,028	-	18,028
Total recognised income and expenses for the period	-	-	-	(2,106)	-	18,028	15,922	-	15,922
Exercise of share options	7,375	8,272	-	-	(4,054)	-	11,593	-	11,593
At 30 June 2007	309,824	160,174	1,996	(3,155)	28,637	(397,076)	100,400	(41,470)	58,930
Exchange differences arising from translation of foreign operations and recognised directly in equity	-	-	-	4,112	-	-	4,112	(2,816)	1,296
Loss for the period	-	-	-	-	-	(99,575)	(99,575)	150	(99,425)
Total recognised income and expenses for the period	-	-	-	4,112	-	(99,575)	(95,463)	(2,666)	(98,129)
Recognition of equity settled share-based payments	-	-	-	-	24,087	-	24,087	-	24,087
Exercise of share options	475	3,445	-	-	(3,131)	-	789	-	789
Forfeiture of share options	-	-	-	-	(7,844)	7,844	-	-	-
At 31 December 2007	310,299	163,619	1,996	957	41,749	(488,807)	29,813	(44,136)	(14,323)
(Unaudited)									
Exchange differences arising from translation of foreign operations and recognised directly in equity	-	-	-	(4,195)	-	-	(4,195)	-	(4,195)
Loss for the period	-	-	-	-	-	(64,947)	(64,947)	-	(64,947)
Total recognised expenses for the period	-	-	-	(4,195)	-	(64,947)	(69,142)	-	(69,142)
Issue of shares	155,150	77,575	-	-	-	-	232,725	-	232,725
Share issue expenses	-	(7,536)	-	-	-	-	(7,536)	-	(7,536)
At 30 June 2008	465,449	233,658	1,996	(3,238)	41,749	(553,754)	185,860	(44,136)	141,724

Note:

The contributed surplus of the Group represents the difference between the nominal value of the shares of the subsidiaries acquired pursuant to the reorganisation prior to the listing of the Company's shares on the Main Board of The Stock Exchange of Hong Kong Limited in 1996 and the nominal value of the Company's shares issued in exchange.

Condensed Consolidated Cash Flow Statement

For the six months ended 30 June 2008

	Six months ended 30 June,	
	2008	2007
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Net cash from (used in) operating activities:		
Cash inflow from investments held for trading	157,917	65,233
Cash used in other operating activities	(67,697)	(78,071)
	90,220	(12,838)
Net cash used in investing activities:		
Purchase of property, plant and equipment	(8,820)	(23,832)
Purchase of investment property	(7,496)	–
(Increase) decrease in pledged bank deposits	(10,252)	9,739
Decrease (increase) in short-term loan receivables	10,935	(1,579)
Other investing cash flows	829	1,407
	(14,804)	(14,265)
Net cash from financing activities:		
Proceeds on issue of shares, net of expenses	225,189	15,647
Decrease in margin loan payables	(72,273)	–
New other borrowings raised	21,696	79,561
Repayments of other borrowings	(4,547)	(44,877)
Interest paid	(16,506)	(7,444)
	153,559	42,887
Net increase in cash and cash equivalents	228,975	15,784
Cash and cash equivalents at 1 January	20,579	26,652
Effect of foreign exchange rate changes	(286)	(2,828)
Cash and cash equivalents at 30 June, represented by bank balances and cash	249,268	39,608

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

1. GENERAL

China Best Group Holding Limited (the "Company") is incorporated in Bermuda as an exempted company with limited liability. Its shares are listed on The Stock Exchange of Hong Kong Limited. The addresses of the registered office and principal place of business of the Company are disclosed in the section headed "Corporate Information" of the interim report.

The Company is an investment holding company. The associate and subsidiaries of the Company (collectively referred to as the "Group") are principally engaged in the provision of international air and sea freight forwarding services, securities trading and manufacture and sales of coke.

The condensed consolidated financial statements are prepared in Hong Kong dollars, which is the same as the functional currency of the Company.

2. BASIS OF PREPARATION

- (i) The unaudited condensed consolidated financial statements for the six months ended 30 June 2008 have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The unaudited condensed consolidated financial statements should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2007 which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs").
- (ii) In preparing the condensed consolidated financial statements, the directors have given careful consideration to the future liquidity of the Group in light of the consolidated net current liabilities of approximately HK\$16,962,000 at 30 June 2008.

The directors have considered various options to raise new equity funds for the Group. Subsequent to the balance sheet date and as set out in note 19, the Company has entered into an agreement to place 1,240,000,000 new shares, at the placing price of HK\$0.082 per share. The placing has been completed on 11 July 2008 and the Company has raised approximately HK\$101,680,000.

As the top up placing has been completed, the directors are satisfied that the Group will be able to meet in full its financial obligations as they fall due for the foreseeable future. Accordingly, the condensed consolidated financial statements have been prepared on a going concern basis.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis, except for the investment properties and certain financial instruments, which are measured at fair values.

The accounting policies used in the condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2007, except that the Group has adopted a number of new/revised HKFRSs issued by the HKICPA which are effective for accounting periods beginning 1 January 2008.

The application of the new/revised HKFRSs had no material impact on the results and the financial position of the Group. Therefore, no prior year adjustments are needed.

The Group has not early applied the following new and revised standards, amendments or interpretations that have been issued but are not yet effective.

HKAS 1 (Revised)	Presentation of Financial Statements ¹
HKAS 23 (Revised)	Borrowing Cost ¹
HKAS 27 (Revised)	Consolidated and Separate Financial Statements ²
HKAS 32 and HKAS 1 (Amendment)	Puttable Financial Instruments and Obligations Arising on Liquidation ¹
HKFRS 2 (Amendment)	Share-based Payment – Vesting Conditions and Cancellations ¹
HKFRS 3 (Revised)	Business Combination ²
HKFRS 8	Operating Segments ¹
HK(IFRIC) – Interpretation (“Int”) 13	Customer Loyalty Programmes ³
HK(IFRIC) – Int 15	Agreements for the Construction of Real Estate ¹
HK(IFRIC) – Int 16	Hedges of a Net Investment in a Foreign Operation ⁴

¹ Effective for annual periods beginning on or after 1 January 2009

² Effective for annual periods beginning on or after 1 July 2009

³ Effective for annual periods beginning on or after 1 July 2008

⁴ Effective for annual periods beginning on or after 1 October 2008

The adoption of HKFRS 3 (Revised) may affect the accounting for the business combination for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 July 2009. HKAS 27 (Revised) will affect the accounting treatment for changes in a parent's ownership interest in a subsidiary that do not result in a loss of control, which will be accounted for as equity transactions. The directors of the Company anticipate that the application of other new or revised standards, amendments or interpretations will have no material impact on the results and the financial position of the Group.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

4. TURNOVER

	Six months ended 30 June	
	2008 HK\$'000 (unaudited)	2007 HK\$'000 (unaudited)
International air and sea freight forwarding	9,365	7,689
Manufacture and sales of coke	341,842	101,923
	351,207	109,612

5. SEGMENTAL INFORMATION

For management purposes, the Group is currently organised into three operating divisions (i) international air and sea freight forwarding; (ii) securities trading and (iii) manufacture and sales of coke. These divisions are the basis on which the Group reports its primary segment information.

Business segments

For the six months ended 30 June 2008
(unaudited)

	International air and sea freight forwarding HK\$'000	Securities Trading HK\$'000	Manufacture and sales of coke HK\$'000	Total HK\$'000
Turnover				
External	9,365	–	341,842	351,207
Results				
Segment results	668	(61,133)	26,667	(33,798)
Unallocated corporate expenses				(15,011)
Interest income				255
Finance costs				(16,506)
Share of results of associate				141
Loss before taxation				(64,919)
Income tax expense				(28)
Loss for the period				(64,947)

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

5. SEGMENTAL INFORMATION *(Continued)*

Business segments *(Continued)*

For the six months ended 30 June 2007
(unaudited)

	International air and sea freight forwarding HK\$'000	Securities trading HK\$'000	Manufacture and sales of coke HK\$'000	Total HK\$'000
Turnover				
External	7,689	–	101,923	109,612
Results				
Segment results	777	54,786	(21,331)	34,232
Unallocated corporate expenses				(7,334)
Interest income				889
Finance costs				(7,444)
Share of results of associate				126
Profit before taxation				20,469
Income tax expense				(2,441)
Profit for the period				18,028

6. FINANCE COSTS

	Six months ended 30 June	
	2008	2007
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Interest on borrowings wholly repayable within 5 years:		
Other borrowings	15,999	7,316
Margin loan payables	507	128
	16,506	7,444

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

7. INCOME TAX EXPENSE

	Six months ended 30 June	
	2008 HK\$'000 (unaudited)	2007 HK\$'000 (unaudited)
Current tax:		
Hong Kong Profits Tax	–	2,441
PRC Enterprise Income Tax	28	–
	28	2,441

No provision for Hong Kong Profits Tax has been made in the condensed consolidated financial statements as the Group has incurred a taxation loss for the period. Hong Kong Profits Tax is calculated at 17.5% on the estimated assessable profit for the six months ended 30 June 2007.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

Pursuant to the relevant laws and regulations in the People's Republic of China (the "PRC"), the tax for Shanxi Changxing Yuci Coking Co., Limited is calculated at the statutory income tax rate of 25% (Six months ended 30 June 2007: 33%) on the assessable profit and it is exempted from PRC Enterprise Income Tax for two years starting from the first profit-making year, followed by a 50% reduction for the next three years. No provision for PRC Enterprise Income Tax has been made in the condensed consolidated financial statements as the current interim period is the first profit-making period. No provision for PRC Enterprise Income Tax has been provide in the condensed consolidated financial statements for the six months ended 30 June 2007 as the Group has no assessable profit for the period.

8. (LOSS) PROFIT FOR THE PERIOD

	Six months ended 30 June	
	2008 HK\$'000 (unaudited)	2007 HK\$'000 (unaudited)
(Loss) profit for the period has been arrived at after charging (crediting) the following items:		
Depreciation of property, plant and equipment	4,119	3,964
Amortisation of prepaid lease payments	34	–
Interest income	(255)	(889)
Dividend from investments held for trading	(574)	–

9. DIVIDENDS

No dividend had been paid or declared by the Company during both periods.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

10. (LOSS) EARNINGS PER SHARE

The calculation of the basic and diluted (loss) earnings per share attributable to the ordinary equity holders of the Company is based on the following data:

	Six months ended 30 June	
	2008	2007
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
(Loss) earnings		
(Loss) earnings for the purpose of basic and diluted earnings per share	(64,947)	18,028
	2008	2007
	HK\$'000	HK\$'000
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	6,428,853	6,069,342
Effect of dilutive potential ordinary shares:		
Share options	–	135,863
Weighted average number of ordinary shares for the purpose of diluted earnings per share	6,428,853	6,205,205

No diluted loss per share is presented for the six months ended 30 June 2008 as the share options were anti-dilutive.

11. MOVEMENTS IN PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES

The Group incurred expenditure of approximately HK\$8,820,000 (Six months ended 30 June 2007: HK\$23,823,000) on property, plant and equipment and HK\$7,496,000 (Six months ended 30 June 2007: Nil) on investment properties during the period ended 30 June 2008.

In the opinion of the directors, there are no material difference between the carrying amounts of the investment properties and their fair values at 30 June 2008.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

12. TRADE AND OTHER RECEIVABLES

The Group allows its trade customers with credit periods normally ranging from 30 days to 60 days.

	30.6.2008	31.12.2007
	HK\$'000	HK\$'000
	(unaudited)	(audited)
Trade and bills receivables, aged		
0 – 30 days	14,550	16,896
31 – 60 days	2,047	1,275
61 – 90 days	4,092	2,014
Over 90 days	455	–
	21,144	20,185
Advance to suppliers	2,908	8,174
Deposits and prepayments	44,035	3,108
Pledged deposits	1,815	1,705
	69,902	33,172

13. TRADE AND OTHER PAYABLES

	30.6.2008	31.12.2007
	HK\$'000	HK\$'000
	(unaudited)	(audited)
Trade and bills payables		
0 – 30 days	37,222	13,486
31 – 60 days	1,190	4,243
61 – 90 days	12,162	21,664
Over 90 days	65,478	28,873
	116,052	68,266
Receipt in advance from customers	133,345	114,595
Accrued charges and other payables	50,607	32,410
Construction payables	8,619	15,018
Government grants	4,783	4,493
	313,406	234,782

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

14. OTHER BORROWINGS

	30.6.2008 HK\$'000 (unaudited)	31.12.2007 HK\$'000 (audited)
Fixed rate other borrowings	156,992	131,366
Analysed as:		
Secured	34,830	32,719
Unsecured	122,162	98,647
	156,992	131,366
Carrying amount repayable:		
On demand or within one year	152,445	98,647
More than one year, but not exceeding two years	4,547	32,719
	156,992	131,366
Less: Amounts due within one year shown under current liabilities	(152,445)	(98,647)
Amounts due after one year	4,547	32,719

The ranges of effective interest rates (which also equal to contracted interest rates) on the Group's fixed rates borrowings are ranging from 6% to 42% (Six months ended 30 June 2007: 9.3% to 36%) per annum for the period.

There are no borrowings that are denominated in currencies other than the functional currencies of the relevant group entities.

15. SHARE CAPITAL

	Number of shares '000	Value HK\$'000
Ordinary shares of HK\$0.05 each		
Authorised:		
At 1 January 2007, 31 December 2007 and 30 June 2008	12,000,000	600,000
Issued and fully paid:		
At 1 January 2007	6,048,986	302,449
Exercise of share options (note (i))	157,000	7,850
At 31 December 2007	6,205,986	310,299
Issue of shares (note (ii))	3,102,993	155,150
At 30 June 2008	9,308,979	465,449

Note:

- (i) During the year ended 31 December 2007, the Company issued 157,000,000 shares at cash consideration of HK\$0.083 or HK\$0.0712 per share pursuant to the exercise of the share options granted.
- (ii) During the six months ended 30 June 2008, the Company issued 3,102,993,076 shares at cash consideration of HK\$0.075 per share by way of an open offer.

The shares issued during the periods rank pari passu with the then existing shares in issue in all respects.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2008

16. CAPITAL COMMITMENTS

	30.6.2008	31.12.2007
	HK\$'000	HK\$'000
	(unaudited)	(audited)
Capital expenditure in respect of the acquisition of property, plant and equipment contracted but not provided for	15,866	14,856

17. PLEDGE OF ASSETS

At the balance sheet dates, the Group had pledged the following assets to secure the Group's general banking facilities:

	30.6.2008	31.12.2007
	HK\$'000	HK\$'000
	(unaudited)	(audited)
Investments held for trading	22,839	180,756
Bank deposits	32,077	20,519
Buildings	72,741	68,335
Prepaid lease payments	4,247	4,048
Pledged deposits	1,815	1,705
	133,719	275,363

18. RELATED PARTY DISCLOSURES

Compensation of key management personnel

The remuneration of directors and other members of key management during the period was as follows:

	Six months ended 30 June	
	2008	2007
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Short-term benefits	1,421	1,227
Retirement benefits contribution	44	38
	1,465	1,265

19. SUBSEQUENT EVENTS

- (i) On 30 June 2008, the Company has entered into an agreement to place 1,240,000,000 new shares, at the placing price of HK\$0.082 per share. The placing has been completed on 11 July 2008 and the Company has raised approximately HK\$101,680,000.
- (ii) Pursuant to the ordinary resolution passed by the Company's shareholders at the special general meeting held on 17 September 2008, the Company also increased its authorised share capital from HK\$600,000,000 to HK\$2,500,000,000 by creation of an additional 38,000,000,000 new shares of HK\$0.05 each in order to provide more flexibility and to accommodate further expansion and growth of the Company.

Management Discussion and Analysis

The consolidated turnover of the Group amounted to HK\$351,207,000 for the six months ended 30th June, 2008 (six months ended 30th June, 2007: HK\$577,960,000). Total gross profit was approximately HK\$50,544,000 (six months ended 30th June, 2007: HK\$3,583,000 loss). For the for the six months ended 30th June, 2008, the Group recorded total expenses (net of other operating income) of HK\$115,491,000 (six months ended 30th June, 2007: HK\$21,611,000). Finally, the net loss before and after Minority Interest was approximately HK\$64,947,000 (six months ended 30th June, 2007: Profit HK\$18,028,000).

BUSINESS REVIEW

Coke Business

After the newly acquired coke enterprise consolidated into the accounts of China Best Group from the second half year of 2005, the turnover of the Group's coke business was approximately HK\$341,842,000 for the six months ended 30th June, 2008 (six months ended 30th June, 2007: HK\$101,923,000). The gross profit was approximately HK\$48,537,000 profit (six months ended 30th June, 2007: HK\$5,693,000 gross loss).

Freight Forwarding Business

The turnover of the Group's international forwarding agency business was HK\$9,365,000 (six months ended 30th June, 2007: HK\$7,689,000), representing an increase of 22% as compared to the previous corresponding period. Total gross profit was HK\$2,007,000, (six months ended 30th June, 2007: HK\$2,035,000), a minor decrease of HK\$30,000 comparing with the previous corresponding period.

The group's freight forwarding business was stabilized though international freight forwarding business had still faced the keen competition and surged oil price.

Securities Investment

The turnover of the Group's securities investment business was HK\$127,912,000 (six months ended 30th June, 2007: HK\$468,348,000), representing an decrease of 73% as compared to the previous corresponding period. Total gross loss was HK\$49,375,000 loss, (six months ended 30th June, 2007: HK\$54,808,000 profit), a significant drop of HK\$104,183,000 comparing with the previous corresponding period. Loss in securities investment amounted to HK\$61,133,000 (six months ended 30th June 2007: HK\$54,786,000 profit). There was a fair value adjustment of HK\$12,294,000 for investments held for trading during the period under review (six months ended 30th June 2007: HK\$5,022,000).

LIQUIDITY AND CASHFLOW RESOURCES

The Group had strong cash and bank position as at 30th June 2008 of HK\$249,268,000 (31st December 2007: HK\$20,579,000).

The gearing ratio improved significantly to 0.84 (31st December, 2007: 4.41) and the current ratio increased from 0.71 to 0.96. The calculation of gearing ratio is based on interest bearing borrowings of HK\$156,992,000 (31st December, 2007: HK\$131,366,000) and the shareholders' equity of HK\$185,860,000 (31st December, 2007: HK\$29,813,000) at the balance sheet date. The calculation of current ratio is based on the current assets of HK\$457,941,000 (31st December, 2007: HK\$294,867,000) and the current liabilities of HK\$474,903,000 (31st December, 2007: HK\$414,754,000) at the balance sheet date.

On 22nd April, 2008, the Group entered into an open offer underwriting agreement with KCG Securities Asia Limited to raise not less than HK\$223,000,000. Open offer of 3,102,993,076 offer shares to qualifying shareholders on the basis of one offer share for every two shares held on the record date at HK\$0.075 per offer share was successfully.

Management Discussion and Analysis

On 30th June, 2008, the Group also entered into a top-up placing agreement with the major shareholder, Best Chance Holdings Limited and placing agent, KCG Securities Asia Limited for issuing 1,240,000,000 shares at a subscription price HK\$0.082 to successfully raise not less than HK\$98,000,000.

We believe both the open offer and top-up placing can strengthen our financial position enable the Company to have sufficient and readily available financial resources for general working capital purpose and but not excluding for feasible acquisition the proposed investment in the coal or coke industry in the PRC may encounter or contemplate in the future.

Finally, we successfully met the short term capital requirement by open offer, top-up placing and bank borrowings. Famous strategic partners and investors such as Assets Manager Funds and Harbert Group were attracted to become our substantial shareholders.

PLEDGE OF ASSETS

At the balance sheet date, the Group's assets of HK\$133,719,000 (31st December 2007: HK\$275,363,000) were pledged to banks to secure general banking facilities granted to the Group and the post dated bills payable.

CAPITAL EXPENDITURE

For the period under review, the Group incurred a total capital expenditure of HK\$16,316,000 (six months ended 30th June 2007: HK\$23,831,000), which was funded by its own financial resources and bank borrowings. Of which, approximately HK\$8,120,000 (six months ended 30th June 2007: HK\$23,600,000) was spent on development of the production facilities in Shanxi, Mainland China and approximately HK\$7,496,000 (six months ended 30th June 2007: Nil) for acquisition of investment property in Beijing and the balance of approximately HK\$700,000 (six months ended 30th June 2007: HK\$231,000) was spent mainly on furniture & fixtures/office equipment in other areas.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES

The Group's monetary assets, loans and transactions are principally denominated in Hong Kong dollars, US dollars and Renminbi. During the period, there was no significant fluctuation in the exchange rates of the Hong Kong dollars and US dollars. The appreciation in the currency value of the Renminbi may have some impact especially for the joint venture in PRC. The Group will take a prudent approach for this impact but do not engage in any derivative activities and not commit to any financial instruments to hedge its balance sheet exposure in 2008.

CHANGE OF DIRECTORSHIP

On 21st August 2008, Mr. Chan Ngai Sang, Kenny was appointed as an independent non-executive director of the Company subsequent to the resignation of our independent non-executive director, Mr. Lee Yuen Kwong at the same time.

EMPLOYEE AND HUMAN RESOURCES POLICY

The Group had approximately 530 staff at the period end (31st December 2007: 530). The Group is well acquainted with the importance of maintaining high calibre and competent employees by implementing a strict recruitment policy accordingly. The remuneration of employees included discretionary bonuses and share options to staff in order to instil a place of loyalty to the Company. The total staff cost incurred for the six months ended 30 June, 2008 was approximately HK\$5,700,000 (six months ended 30th June 2007: HK\$5,214,000).

Management Discussion and Analysis

BUSINESS PROSPECT

The Group is principally engaged in coke processing, international air and sea freight forwarding as well as trading of securities. In order to strengthen the core business – coal and coke processing, we continue to dig out investment opportunities and select strategic partners for business development especially in this growth of economic environment.

Furthermore, we will also develop our business to be the leader of the newly growing business coke processing. The Group had decided to strengthen the financial position and re-locate more resources to occupy our unique market position in China especially in Shanxi and Inner Mongolia. Through our group's international exposure in management & financing, and followed the National policy of PRC, we are confident to develop successful business model to obtain high contribution and stable revenue from coal mining and coke processing in the future.

Recent development

On 3rd March 2008, the Group entered into a non-legally binding memorandum of understanding "MOU" with Asset Rich International Limited for the possible acquisition of a controlling interest in a coal mining and a coke processing venture, namely, Inner Mongolia Qipanjing Mining Co., Ltd. and Inner Mongolia Qipanjing Coking Co., Ltd. respectively. The Board confirms that such project is still in the negotiation stage and no formal agreement has been entered into by the Company in respect thereof.

Although the global market of coal and coke industry has been seriously affected by the recent economic recession, the Board considered that there was still a favourable indication for the recent upward trend of coal and coking price in the long-run.

Short-term strategy

The Group has decided to acquire more coal mining plants and coke processing factories in PRC. Due to the typical nature of the business, the financial structure will be capital intensive. At the first stage of Merger and Acquisition, the Group's major assets will be non-current nature.

Long-term strategy

The Group has planned to be the leader of the newly growing business coke processing especially in Shanxi of PRC. With comparative advantages such as contemporary international management exposure and financing experience plus deep understanding on the trend of coal & coking business for PRC National policy, the Group is confident to develop a successful business model to obtain high growth rate and stable revenue from coke processing in the future.

Although the stringent environmental legislations and macro national policy of PRC may have impact for the industry, PRC still maintains as an economic region with health and stable growth. The future development prospect of coal and coke industry in PRC is considered to be optimistic.

INTERIM DIVIDEND

The Board of Directors has resolved not to recommend the payment of any interim dividend for the six months ended 30th June, 2008 (six months ended 30th June, 2007: Nil).

Other Information

DIRECTORS' INTERESTS IN SHARES AND SHORT POSITIONS IN SHARES

As at 30th June, 2008, the interests and short positions of the directors and their associates in the shares, underlying shares and convertible bonds of the Company and its associated corporations as recorded in the register maintained by the Company pursuant to Section 352 of the Securities Futures Ordinance ("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 ("Model Code"), were as follows:

Long Position in shares and underlying shares of the Company

Name of directors		Capacity	Interest in shares	Percentage of the issued share capital of the Company
Ms. Ma Jun Li	<i>Note 1</i>	Deemed Interest	3,302,790,000	35.48%
Mr. Ng Tang	<i>Note 2</i>	Interest by attribution	46,296,000	0.50%
Mr. Ren Zheng		Beneficial owner	2,000,000	0.02%

Notes:

1. The shares represent deemed interest of Ms. Ma Jun Li by virtue of her spouse, Mr. Wang Jian Hua, being a substantial shareholder of the Company having a notifiable interest in the Company of such 3,170,808,000 shares were held by Best Chance Holdings Limited. By virtue of the SFO, Mr. Wang Jian Hua holding more than one third of voting rights of Best Chance Holdings Limited. Furthermore, 131,982,000 shares are held and beneficially owned by Mr. Wang Jian Hua.
2. 46,296,000 shares were held by Power Win Group Limited. By virtue of the SFO, Mr. Ng Tang holding more than one third of voting rights of Power Win Group Limited, was deemed to be interested in the same 46,296,000 shares held by Power Win Group Limited.

Save as disclosed above and other than certain nominee shares in subsidiaries held by directors in trust for the Company or its subsidiaries, as at 30th June, 2008, none of the directors, nor their associates, had any interests or short positions in any shares, underlying shares or convertible bonds of the Company or any of its associated corporations.

Other Information

SHARE OPTIONS

The Company has share option scheme which was adopted on 18th March, 2002 (the "2002 Scheme").

The following table discloses movements in the share options of the Company during the period:

The 2002 Scheme	Date of grant	Exercisable period HK\$	Adjustment exercise price (Note) Before After		Number of share options			
					Outstanding as at 1.1.2008	Granted/ Exercised/ Surrendered/ Lapsed during the period	(Note) Open Offer Quantity adjustment during the period	Outstanding as at 30.6.2008
Other employees	5.10.2004	5.10.2004 to 5.10.2014	0.0712	0.0634	1,000,000	-	123,746	1,123,746
	26.9.2005	26.9.2005 to 25.9.2015	0.0830	0.0739	5,200,000	-	643,478	5,843,478
	20.8.2007	20.8.2007 to 20.8.2017	0.1410	0.1255	90,000,000	-	11,137,124	101,137,124
Sub-total					96,200,000	-	11,904,348	108,104,348
Other eligible persons	5.10.2004	5.10.2004 to 5.10.2014	0.0712	0.0634	25,000,000	-	3,093,645	28,093,645
	26.9.2005	26.9.2005 to 25.9.2015	0.0830	0.0739	301,000,000	-	37,247,492	338,247,492
	20.8.2007	20.8.2007 to 20.8.2017	0.1410	0.1255	121,000,000	-	14,973,244	135,973,244
	7.9.2007	7.9.2007 to 7.9.2017	0.1540	0.1370	60,000,000	-	7,424,749	67,424,749
	28.9.2007	28.9.2007 to 28.9.2017	0.1660	0.1477	20,000,000	-	2,474,916	22,474,916
Sub-total					527,000,000	0	65,214,046	592,214,046
Total					623,200,000	0	77,118,394	700,318,394

Note: Upon completion of the Open Offer to qualifying shareholders during the period, adjustments on the exercise prices and the number of shares to be allotted and issued upon full exercise of the subscription rights attaching to the share options as disclosed in the above table were made on 17 June 2008 pursuant to the terms of the 2002 Scheme.

SHARE OPTION SCHEMES

The 2002 Scheme

On 18th March, 2002, the Company adopted the 2002 Scheme under which the board of directors may at its discretion offer to any director (including non-executive director), employee, suppliers, customers, any person or entity that provides research, development or other technological support to the Group, shareholders of any member of the Group or any entity in which the Group holds an equity interests and any other group or classes of persons or entities who have contributed to the development and growth of the Group ("Participant") of the Company and/or its subsidiaries options to subscribe for shares in the Company in accordance with the terms of the 2002 Scheme. The principal purpose of the 2002 Scheme is to provide incentive or rewards for the participant's contributions to the Group.

The total number of shares which may be issued upon exercise of all options to be granted under the 2002 Scheme and any other share option schemes of the Company shall not exceed 10% of the issued share capital of the Company in issue as at the date of adoption of the 2002 Scheme. Whereas refresh approvals from the shareholders of the Company was obtained on 4 May 2005 and 6 August 2007 respectively. However, the maximum number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the 2002 Scheme and any other share option schemes of the Company (including the 1996 Scheme) shall not in aggregate exceed 30% of the issued share capital of the Company from time to time.

Other Information

The subscription price of the option shares granted under the 2002 Scheme shall be a price to be determined by the directors of the Company being not less than the higher of (i) the closing price of the Company's shares as stated in the Stock Exchange's daily quotation sheet on the date of grant, which must be a business day; (ii) the average closing price of the Company's shares as stated in the Stock Exchange's daily quotations sheets for the five trading days immediately preceding the date of grant; (iii) the nominal value of a share.

The total number of shares issued and may be issued upon exercise of the options granted to any individual under the 2002 Scheme and any other share option schemes of the Company must not exceed 1% of the shares in issue.

The 2002 Scheme will remain in force for a period of ten years commencing from the date of adoption of the 2002 Scheme, after which no further options will be granted but the options which are granted during the life of the 2002 Scheme may continue to be exercisable in accordance with their terms of issue and the provisions of the 2002 Scheme shall in all other respects remain in full force and effect in respect thereof.

Options granted under the 2002 Scheme must be taken up within 21 days of the date of grant. Upon acceptance of the option, the grantee shall pay HK\$1 to the Company as consideration for the grant.

ARRANGEMENTS TO PURCHASE SHARES OF DEBENTURES

Other than the option holdings disclosed above, at no time during the year was the Company, or any of its subsidiaries, a party to any arrangements to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE

No contracts of significance to which the Company or any of its subsidiaries was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the period or at any time during the six months ended 30th June, 2008.

SUBSTANTIAL SHAREHOLDERS

As at 30th June, 2008, the register of substantial shareholders maintained by the Company pursuant to section 336 of the SFO, other than the interests disclosed in "Directors' Interests in Shares and Short Positions in Shares", the following shareholders had notified the Company of relevant interests in the issued share capital of the Company.

Long position

Ordinary shares of HK\$0.05 each of the Company

Name	Capacity	Interest in shares	Percentage of the Company's issued share capital
Mr. Wang Jian Hua	Controlled corporation (Note 1)	3,170,808,000	34.06%
	Beneficial owner	131,982,000	1.42%
Best Chance Holdings Limited	Beneficial owner (Note 1)	3,170,808,000	34.06%
Beida Jade Bird Universal Sci-Tech (Cayman) Development Company Limited	Security Interest (Note 2)	3,170,808,000	34.06%

Other Information

Name	Capacity	Interest in shares	Percentage of the Company's issued share capital
Beijing Beida Jade Bird Universal Sci-Tech Company Limited	Security Interest (Note 2)	3,170,808,000	34.06%
Harbinger Capital Partners Special Situations Fund L.P.	Beneficial owner (Note 3)	1,496,904,667	16.08%
Harbinger Capital Partners Special Situations GP, LLC	Controlled corporation (Note 3)	1,496,904,667	16.08%
HMC – New York, Inc	Controlled corporation (Note 3)	1,496,904,667	16.08%
Harbert Management Corporation	Controlled corporation (Note 3)	1,496,904,667	16.08%
Harbert Raymond Jones	Controlled corporation (Note 3)	1,496,904,667	16.08%
Asset Managers (China) Fund Co., Ltd	Beneficial owner	766,110,376	8.23%
Asset Investors Co., Ltd.	Controlled corporation (Note 4)	766,110,376	8.23%
FR Holding Co., Ltd.	Controlled corporation (Note 4)	766,110,376	8.23%
Asset Managers Co., Ltd.	Controlled corporation (Note 4)	766,110,376	8.23%
Asset Managers (Asia) Company Limited	Controlled corporation (Note 4)	766,110,376	8.23%
Asset Managers International Co., Ltd.	Controlled corporation (Note 4)	766,110,376	8.23%
Asset Managers Holding Co., Ltd.	Controlled corporation (Note 4)	766,110,376	8.23%

Notes:–

- (1) 3,170,808,000 shares was held by Best Chance Holdings Limited. By virtue of the Securities of Futures Ordinance ("SFO"), Mr. Wang Jian Hua holding 100% of voting rights of Best Chance Holdings Limited was deemed to be interested in the same 3,170,808,000 shares of the Company.
- (2) Best Chance Holdings Limited beneficially holding 3,170,808,000 shares in the Company has pledged all these shares to Beida Jade Bird Universal Sci-Tech (Cayman) Development Company Limited which was wholly owned by Beijing Beida Jade Bird Universal Sci-Tech Company Limited.
- (3) Harbinger Capital Partners Special Situations Fund L.P. beneficially holding 1,496,904,667 shares in the Company was a wholly owned subsidiary of Harbinger Capital Partners Special Situations GP, LLC which was wholly owned by HMC – New York, Inc. HMC – New York, Inc. was a wholly owned subsidiary of Harbert Management Corporation which was owned as to 54.98% by Mr. Raymond Jones Harbert. By virtue of the SFO, the above corporations and individual were deemed to be interested in same block of 1,496,904,667 shares in the Company.

Other Information

- (4) Asset Managers (China) Fund Co., Ltd. beneficially holding 766,110,376 shares in the Company was owned as to 50% by Asset Investors Co., Ltd. and 50% by Asset Managers (Asia) Company Limited respectively. Asset Investors Co., Ltd. was owned as to 50.1% by FR Holding Co., Ltd. which was a wholly owned subsidiary of Asset Managers Co., Ltd. Whereas Asset Managers (Asia) Company Limited was owned as to 70% by Asset Managers International Co., Ltd. Both of Asset Managers Co., Ltd. and Asset Managers International Co., Ltd. were wholly owned subsidiaries of Asset Managers Holdings Co., Ltd. By virtue of the SFO, the above corporations were deemed to be interested in the same block of 766,110,376 shares in the Company.

Save as disclosed above, the Company has not been notified of any other relevant interests or short position in the issued share capital of the Company as at 30th June, 2008.

PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES

Neither the Company nor its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30th June, 2008 under review.

AUDIT COMMITTEE

The Interim Report, which is prepared in accordance with HKAS34 "Interim Financial Reporting", has also been reviewed by the Company's independent auditors Messrs. SHINEWING (HK) CPA Limited in accordance with the Hong Kong Standards on Review Engagements 2400 "Engagements to Review Financial Statements".

The Audit Committee of the Board, consisted of three independent non-executive directors, has reviewed and discussed with the management the Company's unaudited Interim Report and the internal control as well as financial reporting matter and recommended its adoption by the Board.

CORPORATE GOVERNANCE

During the six months ended 30th June, 2008, the Company has fully complied with the Code on Corporate Governance Practices (the "Code") as set out in Appendix 14 of the Listing Rules, except for deviation from Code Provisions A.4.1.

All of the non-executive directors are not appointed for a specific term (Code Provision A.4.1) but are subject to retirement by rotation once every three years and eligible for re-election at the annual general meeting under the Company's Bye-laws.

INTERNAL CONTROL

The Board acknowledges its responsibility for the Group's system of internal control to safeguard shareholder investment and reviewing the effectiveness of such on an annual basis under Code Provision C.2.1.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules as the code of conduct regarding directors' securities transactions. All directors of the Company have confirmed, immediately following specific enquiry by the Company, that they have complied with the required standard set out in the Model Code during the six months ended 30th June 2008.

PUBLICATION OF INTERIM REPORT

This interim report is published on the websites of Hong Kong Exchange and Clearing Limited (<http://www.hkex.com.hk>) under the section "Latest Listed Companies Information" and the Company (<http://www.cbgroup.com.hk>).