



THE
HONG KONG PARKVIEW
GROUP LTD.

僑福建設企業機構*

INTERIM REPORT 2009-2010 二零零九年至二零一零年度中期報告

Stock Code 股份代號: 207

THE HONG KONG PARKVIEW GROUP LTD.

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INTERIM RESULTS

The board of Directors of The Hong Kong Parkview Group Limited (the "Company") is pleased to announce the unaudited condensed consolidated interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2009. The unaudited condensed consolidated interim results for the six months ended 30 September 2009 have not been audited by the Company's auditors, but were reviewed by the Company's audit committee.

CONDENSED CONSOLIDATED INCOME STATEMENT

		Six months ended	
		30 September	
		(Unaudited)	
		2009	2008
	<i>Notes</i>	HK\$	HK\$
Revenue	2	917,496	1,363,408
Cost of sales		(760,296)	(1,087,477)
Gross profit		157,200	275,931
Other income		1,106,481	103,838
Administrative expenses		(3,113,357)	(3,529,897)
Finance costs		(102,425)	(110,703)
Loss on liquidation of subsidiaries		(11,591)	-
Impairment loss recognized in respect of amounts due from associates		-	(12,370)
Net change in fair value of investments held for trading		69,000	45,000
Share of loss of an associate		(7,335,656)	(5,753,822)
Share of profit (loss) of a jointly controlled entity		1,046,467	(531,727)
Loss before taxation		(8,183,881)	(9,513,750)
Taxation	4	-	-
Loss for the period attributable to Owners of the Company		(8,183,881)	(9,513,750)
Loss per share – Basic	6	(1.53 cents)	(1.78 cents)

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Interim Report 2009-2010**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Six months ended	
	30 September	
	(Unaudited)	
	2009	2008
	HK\$	HK\$
Loss for the period	(8,183,881)	(9,513,750)
Other comprehensive income:		
Exchange difference arising on translation of foreign operation	3,848	169,286
Share of exchange reserve of an associate	-	433,370
Total comprehensive loss for the period attributable to Owners of the Company	<u>(8,180,033)</u>	<u>(8,911,094)</u>

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30 September 2009 (Unaudited) HK\$	31 March 2009 (Audited) HK\$
	<i>Notes</i>		
NON-CURRENT ASSETS			
Property, plant and equipment		8,933,003	8,505,979
Amount due from an associate	8	88,358,727	94,791,097
Interest in a jointly controlled entity		58,060,180	57,013,714
Available-for-sale investments		2,236,300	2,236,300
Other receivable		-	1,170,956
		157,588,210	163,718,046
CURRENT ASSETS			
Accounts and other receivables and prepayments	9	1,282,314	240,345
Investments held for trading		504,000	435,000
Bank balances and cash		2,324,473	3,066,146
		4,110,787	3,741,491
CURRENT LIABILITIES			
Accounts and other payables and accrued charges	10	6,479,186	6,754,571
Amount due to a jointly controlled entity		24,673,405	23,052,410
Amounts due to related companies		22,121,538	20,562,062
Tax payable		59,215	59,215
Dividend payable		885,225	885,225
Bank overdrafts		3,476,828	3,962,425
		57,695,397	55,275,908
NET CURRENT LIABILITIES		(53,584,610)	(51,534,417)
TOTAL ASSETS LESS CURRENT LIABILITIES		104,003,600	112,183,629
CAPITAL AND RESERVES			
Share capital	12	53,535,926	53,535,926
Reserves		22,514,024	30,694,053
Total equity		76,049,950	84,229,979
NON-CURRENT LIABILITIES			
Amount due to related companies		27,953,650	27,953,650
		104,003,600	112,183,629

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2009 (Unaudited)

	Share capital <i>HK\$</i>	Capital redemption reserve <i>HK\$</i>	Capital reduction reserve <i>HK\$</i>	Property revaluation surplus <i>HK\$</i>	Contributed surplus <i>HK\$</i>	Exchange reserve <i>HK\$</i>	Accumulated deficit <i>HK\$</i>	Total <i>HK\$</i>
At 1 April 2009	53,535,926	2,382,000	85,844,959	5,650,394	329,928,202	12,517,417	(405,628,915)	84,229,983
Exchange difference arising on translation of foreign operation	-	-	-	-	-	3,848	-	3,848
Net loss for the period	-	-	-	-	-	-	(8,183,881)	(8,183,881)
Total comprehensive loss for the period	-	-	-	-	-	3,848	(8,183,881)	(8,180,033)
At 30 September 2009	<u>53,535,926</u>	<u>2,382,000</u>	<u>85,844,959</u>	<u>5,650,394</u>	<u>329,928,202</u>	<u>12,521,265</u>	<u>(413,812,796)</u>	<u>76,049,950</u>
At 1 April 2008	53,535,926	2,382,000	85,844,959	5,650,394	329,928,202	10,896,588	(366,513,880)	121,724,189
Exchange difference arising on translation of foreign operation	-	-	-	-	-	169,286	-	169,286
Share of exchange reserve of an associate	-	-	-	-	-	433,370	-	433,370
Net loss for the period	-	-	-	-	-	-	(9,513,750)	(9,513,750)
Total comprehensive loss for the period	-	-	-	-	-	602,656	(9,513,750)	(8,911,094)
At 30 September 2008	<u>53,535,926</u>	<u>2,382,000</u>	<u>85,844,959</u>	<u>5,650,394</u>	<u>329,928,202</u>	<u>11,499,244</u>	<u>(376,027,630)</u>	<u>112,813,095</u>

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Interim Report 2009-2010**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Six months ended	
	30 September	
	(Unaudited)	
	2009	2008
	HK\$	HK\$
NET CASH USED IN OPERATING ACTIVITIES	(1,850,373)	(2,244,930)
INVESTING ACTIVITIES		
Interest received on bank deposits	970	6,257
Increase in amounts due from associates	(903,286)	(667,146)
Purchases of property, plant and equipment	(585,249)	(14,194)
NET CASH USED IN INVESTING ACTIVITIES	(1,487,565)	(675,083)
FINANCING ACTIVITIES		
Advances from (repayments to) a jointly controlled entity	1,620,995	(104,201)
Advances from related companies	1,559,476	3,671,782
Interest paid	(102,425)	(110,703)
Decrease in bank overdrafts	(485,597)	(174,520)
NET CASH FROM FINANCING ACTIVITIES	2,592,449	3,282,358
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(745,489)	362,345
CASH AND CASH EQUIVALENTS AT 1 APRIL	3,066,146	3,747,823
EFFECT ON FOREIGN EXCHANGE RATE CHANGES	3,816	(10,760)
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER, Represented by bank balances and cash	2,324,473	4,099,408

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NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. Basis of preparation and significant accounting policies

The unaudited condensed consolidated interim financial statements has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, including compliance 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 interim financial statements has been prepared in accordance with the same accounting policies adopted in the annual financial statements for the year ended 31 March 2009, except for the adoption of the following new and revised standards, amendments and interpretations (“new and revised HKFRSs”) issued by the HKICPA, which are effective on or after 1 April 2009.

HKAS 1 (Revised)	Presentation of financial statements
HKAS 23 (Revised)	Borrowing costs
HKAS 32 & 1 (Amendments)	Puttable financial instruments and obligations arising on liquidation
HKFRS 1 & HKAS 27 (Amendments)	Cost of an investment in a subsidiary, jointly controlled entity or associate
HKFRS 7 Amendments	Amendments to HKFRS 7 financial instruments: Disclosure – Improving disclosures about the financial instruments
HKFRS 8	Operating segments
HK(IFRIC) – Int 9 & HKAS 39 (Amendments)	Embedded Derivatives
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 new investment in a foreign operation
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2008, except for the amendment to HKFRS 5 to that is effective for annual periods beginning on or after 1 July 2009
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2009 in relation to the amendment to paragraph 80 of HKAS 39

The directors of the Company anticipate that the application of these standards, amendments or interpretations will have no material impact on the results and the financial position of the Group.

The Group has not early applied all the new standards, amendments or interpretations that have been issued but are not yet effective. The directors of the Company anticipate that the application of these standards, amendments or interpretations will have no material impact on the results and the financial position of the Group.

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2. Segment information

The Group has adopted HKFRS 8 “Operating Segments” with effect from 1 April 2009, HKFRS 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segments and to assess its performance. The adoption of HKFRS 8 has not resulted in a redesignation of the Group’s reportable segments as compared with the reportable segments determined in accordance with HKAS 14, nor has the adoption of HKFRS 8 changed the basis of measurement of segment profit or loss.

For management purposes, the Group is currently organised into four operating divisions – decoration contractor, trading of furniture, management services and investment holding. These divisions are the basis on which the Group reports its primary segment information.

Segment information about these businesses is presented below:

For the six months ended 30 September 2009 (Unaudited)

	Decoration contractor HK\$	Trading of furniture HK\$	Management services HK\$	Investment holding HK\$	Consolidated HK\$
REVENUE	<u>-</u>	<u>-</u>	<u>917,496</u>	<u>-</u>	<u>917,496</u>
Segment results	<u>618,421</u>	<u>(77,515)</u>	<u>156,750</u>	<u>69,000</u>	<u>766,656</u>
Interest income					970
Unallocated other income					460,011
Unallocated corporate expenses					(3,008,313)
Finance costs					(102,425)
Loss on liquidation of subsidiaries					(11,591)
Share of loss of an associate					(7,335,656)
Share of profit of a jointly controlled entity					<u>1,046,467</u>
Loss before taxation					(8,183,881)
Taxation					<u>-</u>
Loss for the period					<u>(8,183,881)</u>

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Interim Report 2009-2010**2. Segment information** *(Continued)*

For the six months ended 30 September 2008 (Unaudited)

	Decoration contractor <i>HK\$</i>	Trading of furniture <i>HK\$</i>	Management services <i>HK\$</i>	Investment holding <i>HK\$</i>	Consolidated <i>HK\$</i>
REVENUE	<u>48,070</u>	<u>26,892</u>	<u>1,288,446</u>	<u>-</u>	<u>1,363,408</u>
Segment result	<u>(260,011)</u>	<u>(370,864)</u>	<u>239,582</u>	<u>2,892</u>	<u>(388,401)</u>
Interest income					6,257
Unallocated other income					97,581
Unallocated corporate expenses					(2,820,565)
Finance costs					(110,703)
Impairment loss recognized in respect of amounts due from associates					(12,370)
Share of loss of an associate					(5,753,822)
Share of loss of a jointly controlled entity					<u>(531,727)</u>
Loss before taxation					(9,513,750)
Taxation					<u>-</u>
Loss for the period					<u>(9,513,750)</u>

3. Depreciation/Amortization

During the period, depreciation of HK\$0.15 million (2008: HK\$0.11 million) was charged in respect of the Group's property, plant and equipment.

4. Taxation

No provision for Hong Kong profits tax has been made in the financial statements as the group has no assessable profits for the period. Overseas taxes, if any, have been calculated at the rate of taxation prevailing in the respective jurisdictions in which the Group operates.

A deferred tax asset has not been recognized in the financial statements of the Group in respect of tax losses available to offset future profits as it is not certain that the losses will be utilized in the foreseeable future.

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5. Dividends

The Directors do not propose any interim dividend for the period (2008: Nil).

6. Loss per share – basic

The calculation of loss per share – basic is based on the consolidated loss attributable to Owners of the Company for the six months of HK\$8,183,881 (2008: loss of HK\$9,513,750) and on 535,359,258 (2008: 535,359,258) ordinary shares in issue during the period.

7. Reserves

There were no transfers to and from reserves during the six months ended 30 September 2009.

8. Interest in associates

	30 September 2009 (Unaudited) HK\$	31 March 2009 (Audited) HK\$
Cost of unlisted investment in associates	89,549,045	89,549,045
Share of post-acquisition losses	(96,668,122)	(96,668,122)
Share of exchange reserves	7,119,077	7,119,077
	—	—
Amount due from an associate	119,912,195	119,008,909
Less: Loss allocated in excess of cost of investment in an associate	(15,053,468)	(7,717,812)
Less: Impairment loss recognized in respect of amount due from an associate	(16,500,000)	(16,500,000)
	88,358,727	94,791,097

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8. Interest in associates *(Continued)*

The following table lists only the particulars of the Group's associate at 30 September 2009 and 31 March 2009 which principally affects the results or assets of the Group as the directors are of the opinion that a complete list of all the associates will be of excessive length.

Name of associate	Form of business structure	Place of registration and operation	Nominal value of capital contribution	Proportion of nominal value of registered capital held by the Group	Principal activity
Nanjing Dingshan Garden Hotel Company Ltd.	Sino-foreign equity joint venture	The PRC	US\$25,600,000	45%	Hotel business

The summarized financial information in respect of the Group's associates is set out below:

	30 September 2009 (Unaudited) HK\$	31 March 2009 (Audited) HK\$
Total assets	376,008,549	410,350,752
Total liabilities	(433,513,393)	(428,184,936)
Net liabilities	(57,504,844)	(17,834,184)
Group's share of net assets of associates	-	-

9. Accounts and other receivables and prepayments

	30 September 2009 (Unaudited) HK\$	31 March 2009 (Audited) HK\$
Accounts receivables	131,083	857,844
Less: Allowance for doubtful debts	(131,083)	(857,844)
	-	-
Other current receivables and prepayments	1,282,314	240,345
Total accounts and other receivables and prepayments	1,282,314	240,345

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9. Accounts and other receivables and prepayments (Continued)

The Group allows an average credit period of 90 days to trade debtors. The aged analysis of trade debtors is as follows:

	30 September 2009 (Unaudited) HK\$	31 March 2009 (Audited) HK\$
Aged:		
0 – 60 days	-	-
61 – 90 days	-	-
More than 90 days	-	-
	<u>-</u>	<u>-</u>
	-	-

10. Accounts and other payables and accrued charges

Accounts and other payables and accrued charges principally comprise amounts outstanding for trade purpose and ongoing costs.

The aged analysis of accounts payable is as follows:

	30 September 2009 (Unaudited) HK\$	31 March 2009 (Audited) HK\$
Aged:		
More than 90 days	<u>2,730</u>	<u>2,730</u>
Total accounts payable	2,730	2,730
Other payables and accrued charges	<u>6,476,456</u>	<u>6,751,841</u>
	<u>6,479,186</u>	<u>6,754,571</u>

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11. Related party transactions

(a) During the period, the Group entered into the following transactions with related parties, including key management personnel and companies controlled or significantly influenced by management of the Group:

		Associates		Related companies (iii)	
		Six months ended		Six months ended	
		30 September		30 September	
		(Unaudited)		(Unaudited)	
		2009	2008	2009	2008
<i>Notes</i>		HK\$	<i>HK\$</i>	HK\$	<i>HK\$</i>
Management fee income received from	<i>i</i>	917,496	1,288,446	-	-
Building management fee paid to	<i>i</i>	-	-	66,390	66,390
General expenses paid to	<i>i</i>	-	-	274,793	235,897

(b) Outstanding balance with related parties

		Associates		Jointly controlled entity		Related companies (iii)	
		30 September	31 March	30 September	31 March	30 September	31 March
		2009	2009	2009	2009	2009	2009
		(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
<i>Notes</i>		HK\$	<i>HK\$</i>	HK\$	<i>HK\$</i>	HK\$	<i>HK\$</i>
Amount due from	<i>ii</i>	88,358,727	94,791,097	-	-	-	-
Amount due to	<i>ii</i>	-	-	24,673,405	23,052,410	50,075,188	48,515,712

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11. Related party transactions (Continued)

(c) Compensation of key management personnel of the Group

	For the six months ended 30 September	
	2009 (Unaudited) HK\$	2008 (Unaudited) HK\$
Salaries and other short term employee benefits	<u>498,000</u>	<u>498,000</u>
	<u>498,000</u>	<u>498,000</u>

Notes:

- (i) All transactions were carried out in the ordinary course of business, on normal commercial terms and at terms mutually agreed between both parties.
- (ii) The amounts are unsecured, interest-free and the amounts repayable within one year are classified as current assets/liabilities.
- (iii) Certain directors of the related companies are also the Company's directors and two directors of a related company are children of a Company's director. The amount is unsecured, interest-free and repayable on demand.

12. Share capital

	Number of ordinary shares of HK\$0.10 each	Nominal value HK\$
Authorised:	<u>8,500,000,000</u>	<u>850,000,000</u>
Issued and fully paid:		
At 1 April 2009 and 30 September 2009	<u>535,359,258</u>	<u>53,535,926</u>

13. Contingent liabilities

The Group had no significant contingent liabilities at the balance sheet date.

14. Charges on assets

The Group did not have any charge on its assets as at 30 September 2009 (2008: Nil).

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OPERATING RESULTS

The Group's turnover for the six months ended 30 September 2009 amounted to HK\$917,496. Loss attributed to Owners of the Company for the period totaled HK\$8,183,881.

BUSINESS REVIEW & OUTLOOK

During the six months period ended 30 September 2009, the Group continued to focus on its main investments in property development and hotel operations in China. Both areas were unable to generate satisfactory results.

After the completion and sales of the second phase of the property development project in Shanghai by the jointly controlled company, the Group has been continually looking for further development opportunities in that market. The property market in China appeared to start to recover in the first half of 2009 aided by government policy changes and rising investment demand. Nevertheless, taking into account the uncertainties in global economic situation, the Group will continue to exercise caution in its search for investment opportunities in the mainland.

The Group's interest in the Nanjing hotel project, Nanjing Dingshan Garden Hotel, reported a loss for the period. The outbreak of financial tsunami and the spreading of the swine influenza continue to influence the hotel industry, thereby adversely affecting Dingshan Garden Hotel's operating results.

The Group continued to engage in discussions with its China partner over the shareholding issue and the development of the second phase of the hotel during the period.

The persistent execution of cost control measures of Group was able to achieve further savings in our administrative expenses during the period.

Looking into 2010, the sustainability of the global recovery largely depends on several uncertain factors such as, the return of bank credit and further normalization of financial markets; effectively phased withdrawal of fiscal and monetary stimulus; and overcoming the negative impact from high unemployment. However, the Group believes that China's medium-term prospects, supported by pro-growth economic policies, will continue to be favourable. Accordingly, since our Group has already managed to establish a foundation in the mainland and is equipped with the necessary know-how and experience, we are ready to take advantage of any opportunity that may arise in future for the long term benefit of our shareholders.

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BUSINESS REVIEW & OUTLOOK *(Continued)*

Property & Hospitality Division

Nanjing Dingshan Garden Hotel, Nanjing, China

Only partially completed and not operating at full capacity, the 5-star hotel, not surprisingly, operated at a loss and could not generate a positive contribution for the period under the current economic condition.

The Group is continually engaging its China partner in active discussions to re-start the stalled work on the second phase as well as resolve the shareholding issue.

Shanghai Garden City, Shanghai, China

As all the residential units and a large number of shops were successfully sold in previous years, this segment did not bring much contribution to the Group. Nevertheless, the jointly controlled company still managed to generate a positive result for the current financial period.

The Group is currently in the process of liquidating the Shanghai joint venture company in order to further reduce operating costs.

Trading Sales and Contract Works

The project-based sales remained weak and no project was undertaken during the six months period ended 30 September 2009. In order to mitigate the impact of dropping sales, the Group continued to adopt stringent cost saving measures in this sector which included cutting down overheads during the reporting period as well as the periods ahead.

FINANCIAL POSITION

The financial position of the Group remained healthy as bank and cash balances exceeded total bank borrowings. The gearing ratio, representing the ratio of total bank borrowings to total assets, was 2.15% (31 March 2009: 2.37%).

All financial borrowings of the Group and the majority of income and expenses of the Group are dominated either in Yuan or Hong Kong Dollar. Hence the Group's exposure to fluctuations in the exchange rate is considered to be minimal and there is seldom the need to make use of financial instruments for hedging purposes.

As at 30 September 2009, the Group had HK\$53.6 million net current liabilities (31 March 2009: HK\$51.5 million).

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EMPLOYEES

As at 30 September 2009, the total number of employees in the Group was approximately 11.

The Group reviews remuneration packages from time to time and special adjustments are also made when required. Aside from salary payments other staff benefits include contributions to a retirement benefit scheme and medical insurance scheme.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN THE SHARE CAPITAL OF THE COMPANY

As at 30 September 2009, the interests of the directors and the chief executives 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 and Futures Ordinance, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited pursuant to the Model Code for Securities Transactions by Directors of Listed Companies, were as follows:

Long Positions – Ordinary Shares of HK\$0.10 each of the Company

Name of director	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the Company
Mr. Wong Kin Wah, George	Beneficial owner	2,000,000	0.4%
	Held by controlled corporation (Notes 1 & 2)	391,674,138	73.2%
Mr. Hwang Yiou Hwa, Victor	Held by controlled corporation (Note 2)	393,674,138	73.6%
		293,674,138	54.9%
Mr. Hwang Yiu Hwa, Richard	Held by controlled corporation (Note 2)	293,674,138	54.9%
Mr. Hwang Teh Hwa, Tony	Held by controlled corporation (Note 2)	293,674,138	54.9%

Notes:

- 98,000,000 shares were held by High Return Trading Limited and in which Mr. Wong Kin Wah, George was deemed to have interests since he was entitled to exercise more than one-third of the voting power at the general meetings of High Return Trading Limited. This interest has also been disclosed under the section headed "SUBSTANTIAL SHAREHOLDERS".
- Messrs. Wong Kin Wah, George, Hwang Yiou Hwa, Victor, Hwang Yiu Hwa, Richard and Hwang Teh Hwa, Tony are directors and shareholders of Kompass International Limited which owned 293,674,138 shares in the Company. This interest has also been disclosed under the section headed "SUBSTANTIAL SHAREHOLDERS".

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DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN THE SHARE CAPITAL OF THE COMPANY *(Continued)*

Other than as disclosed above, none of the directors, chief executives, nor their associates had any interests or short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations as at 30 September 2009.

At no time during the six months ended 30 September 2009 was the Company, or any of its subsidiaries or fellow 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.

SUBSTANTIAL SHAREHOLDERS

As at 30 September 2009, the register of substantial shareholders maintained by the Company pursuant to Section 336 of the Securities and Future Ordinance shows that other than the interests disclosed above in respect of certain directors and chief executives, the following shareholders had an interest in 5% or more of relevant interests in the issued shares capital of the Company.

Long Positions – Ordinary Shares of HK\$0.10 each of the Company

Name of shareholder	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the Company
Kompass International Limited	Beneficial owner	293,674,138 <i>(Note)</i>	54.9%
High Return Trading Limited	Beneficial owner	98,000,000 <i>(Note)</i>	18.3%
Multi-Power International Limited	Beneficial owner	40,000,000	7.47%
Mr. Huang Jianquan	Beneficial owner	40,000,000	7.47%

Note: These shares represented the same parcel of shares as disclosed above under "DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN THE SHARE CAPITAL OF THE COMPANY".

Other than as disclosed above, the Company has not been notified of any other relevant interests or short positions in the issued share capital of the Company as at 30 September 2009.

AUDIT COMMITTEE

The Audit Committee, comprising of three Independent Non-executive Directors, has reviewed with management the accounting principles and standard practices adopted by the Group and discussed auditing, internal control and financial reporting matters including review of the unaudited interim results for the six months ended 30 September 2009.

THE HONG KONG PARKVIEW GROUP LTD.

Interim Report 2009-2010

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the six months ended 30 September 2009, there was no purchase, sale or redemption by the Company, or any of its subsidiaries, of the Company's listed securities.

CORPORATE GOVERNANCE

The Company is committed to maintaining a high standard of corporate governance within a sensible framework with an emphasis on the principles of transparency, accountability and independence. The Board of Directors of the Company (the "Board") considers that the Company has complied with the code provisions as set out in the Code of Corporate Governance Practices (the "Code") contained in Appendix 14 to the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules") throughout the six months ended 30 September 2009.

The Board will review the corporate governance structure and practices from time to time and shall make necessary arrangements when the Board considers appropriate.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix 10 to the Listing Rules as its code of conduct regarding directors' securities transactions. Having made specific enquiry of all Directors, the Directors have confirmed compliance with the required standard set out in the Model Code as provided in Appendix 10 to the Listing Rules for the six months ended 30 September 2009.

On behalf of the Board
Wong Kin Wah, George
Chairman

Hong Kong, 17 December 2009

As at the date of this report, the Board comprises Mr. Wong Kin Wah, George, Mr. Hwang Yiu Hwa, Victor, Mr. Hwang Yiu Hwa, Richard and Mr. Hwang Teb Hwa, Tony as Executive Directors and Mr. Lau Hon Chuen, Ambrose, G.B.S., J.P., Mr. Lam Kin Ming, Lawrence and Mr. Wu Kwok Cheung, MH as Independent Non-executive Directors.

僑福建設企業機構

THE HONG KONG PARKVIEW GROUP LTD.

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