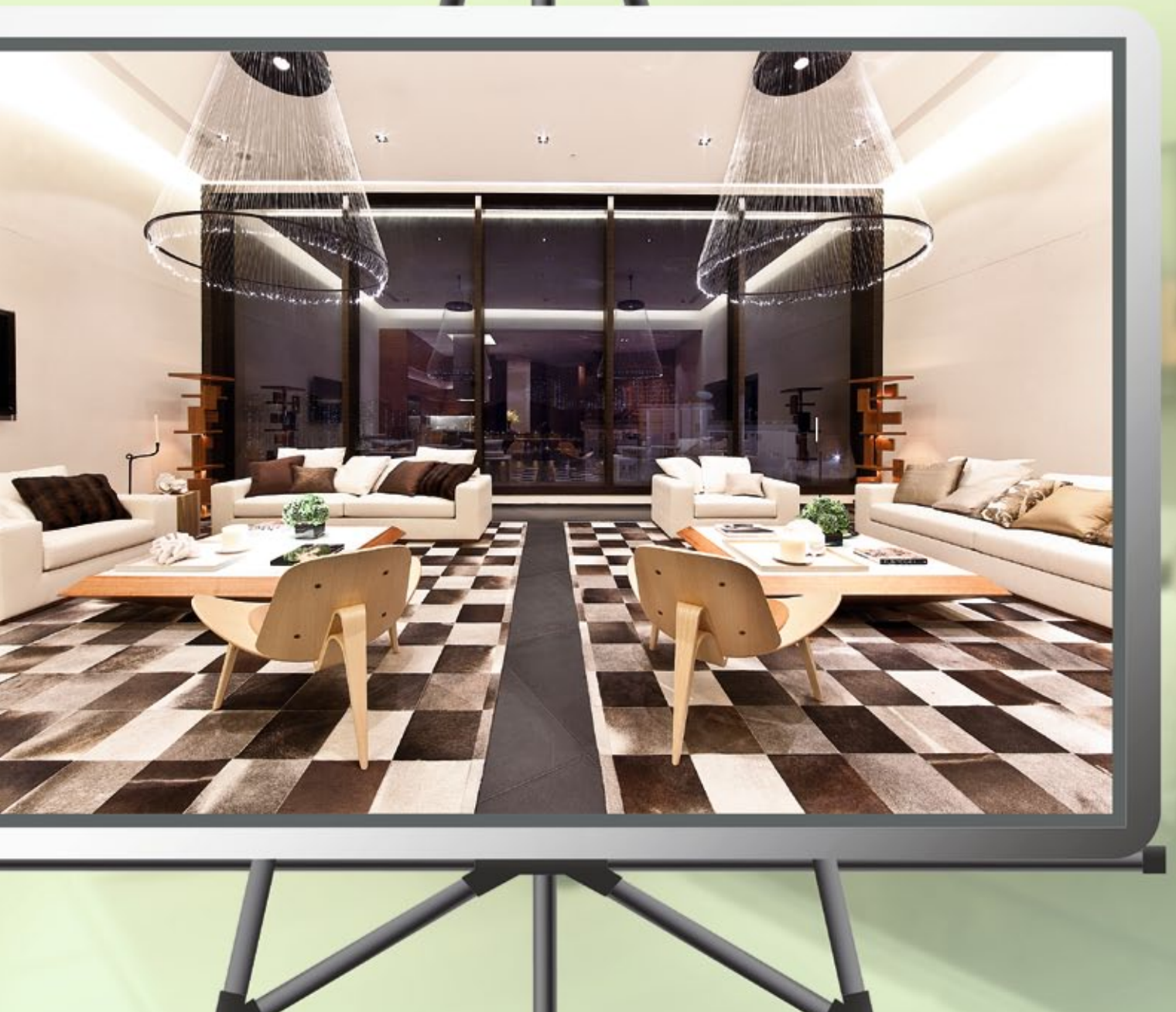




ASIA STANDARD INTERNATIONAL GROUP LIMITED

Stock Code: 129

Interim Report 2011



Corporate Information

Directors

Executive

Mr. Fung Siu To, Clement (*Chairman*)
 Dr. Lim Yin Cheng (*Deputy Chairman*)
 Mr. Poon Jing (*Managing Director and Chief Executive*)
 Mr. Lun Pui Kan
 Mr. Kwan Po Lam, Phileas

Non-executive

Mr. Au Yat Chuen
 Mr. Loup, Nicholas James

Independent non-executive

Mr. Koon Bok Ming, Alan
 Mr. Leung Wai Keung
 Mr. Wong Chi Keung

Audit committee

Mr. Koon Bok Ming, Alan (*Chairman*)
 Mr. Leung Wai Keung
 Mr. Wong Chi Keung

Remuneration committee

Mr. Fung Siu To, Clement (*Chairman*)
 Mr. Loup, Nicholas James
 Mr. Koon Bok Ming, Alan
 Mr. Leung Wai Keung
 Mr. Wong Chi Keung

Authorised representatives

Mr. Fung Siu To, Clement
 Mr. Lun Pui Kan

Company secretary

Mr. Tung Kwok Lui

Registered office

Canon's Court, 22 Victoria Street,
 Hamilton HM12, Bermuda

Principal office in Hong Kong

30th Floor, Asia Orient Tower, Town Place,
 33 Lockhart Road, Wanchai, Hong Kong

Telephone 2866 3336
 Facsimile 2866 3772
 Website <http://www.asiastandard.com>
 E-mail as_info@asia-standard.com.hk

Principal bankers

The Hongkong and Shanghai Banking Corporation Limited
 Bank of China (Hong Kong) Limited
 Hang Seng Bank Limited
 Industrial and Commercial Bank of China (Asia) Limited
 The Bank of East Asia Limited

Legal advisers

Stephenson Harwood
 35th Floor,
 Bank of China Tower,
 1 Garden Road,
 Central, Hong Kong

Appleby
 2206-19, Jardine House
 1 Connaught Place, Central
 Hong Kong

Auditor

PricewaterhouseCoopers
 Certified Public Accountants
 22nd Floor, Prince's Building,
 Central, Hong Kong

Share registrar in Bermuda

Butterfield Fulcrum Group (Bermuda) Limited
 Rosebank Centre,
 11 Bermudiana Road,
 Pembroke HM08, Bermuda

Hong Kong branch share registrar and transfer office

Computershare Hong Kong Investor Services Limited
 Shops 1712-1716, 17th Floor,
 Hopewell Centre,
 183 Queen's Road East,
 Wanchai,
 Hong Kong

Financial Highlights

	Six months ended		Change
	2011	2010 (Restated)	
Consolidated profit and loss account			
Revenue	589	595	-1%
Operating (loss)/profit	(610)	1,359	N/A
(Loss)/profit attributable to shareholders of the Company	(192)	1,555	N/A
(Loss)/earnings per share (HK\$) – Basic and diluted	(0.16)	1.25	N/A

	30th		Change
	September	31st March 2011 (Restated)	
Consolidated balance sheet			
Total assets	15,265	14,732	+4%
Net assets	10,180	10,589	-4%
Equity attributable to shareholders of the Company	9,533	9,774	-2%
Net debt	4,588	3,571	+28%

Supplementary information with hotel properties at valuation (note):

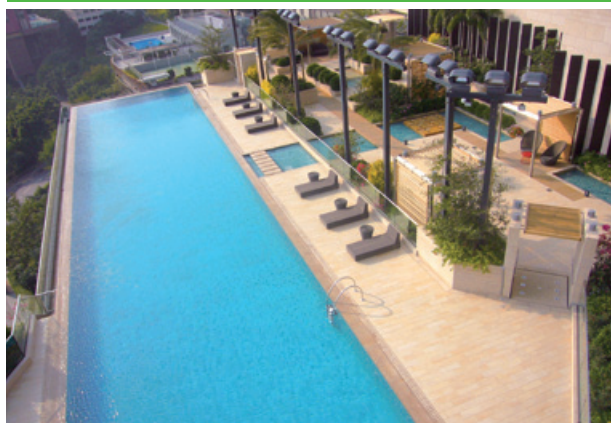
Revalued total assets	20,518	18,991	+8%
Revalued net assets	15,405	14,819	+4%
Equity attributable to shareholders of the Company	13,184	12,729	+4%
Equity attributable to shareholders of the Company per share (HK\$)	10.79	10.41	+4%
Gearing – net debt to revalued net asset value	30%	24%	+6%

Note: According to the Group's accounting policies, hotel properties were carried at cost less accumulated depreciation. To give further information on the economic substance of its hotel properties investments, the Group hereby presents supplementary unaudited financial information taking into account the fair market value of hotel properties and excluding the corresponding deferred tax on Hong Kong properties as Hong Kong tax jurisdiction does not include capital gain tax.

The hotel properties in Hong Kong and Canada were revalued by Vigers Appraisal & Consulting Limited and Grant Thornton Management Consultants respectively, independent professional valuers, on an open market value basis as at 30th September 2011.

Management Discussion and Analysis

The Westminster Terrace



Results

The Group recorded HK\$589 million revenue for the first half of the financial year (2010: HK\$595 million). It recorded a HK\$192 million loss attributable to shareholders of the Company (2010: HK\$1,555 million profit).

The Group recorded unrealised loss arising from change in fair value of the Group's securities investment in the current period whereas unrealised gain was recorded in the same period last year due to increase in fair value of securities investment. These unrealised gain or losses have no cash flow impact to the Group for the respective reporting periods.

Properties Sales, Development and Leasing

Sales

Revenue from property sales amounted to HK\$38 million (2010: HK\$133 million) with operating profit of HK\$5 million (2010: HK\$64 million) excluding sales from The Westminster Terrace, the 50% joint venture luxurious residential development.

Current period sales from this project amounted to HK\$256 million (2010: HK\$277 million) with a pre-tax profit of HK\$109 million (2010: HK\$95 million). However, by accounting convention, this sales and profit were not included in the Group's revenue and segment results but separately accounted for as share of profit from jointly controlled entity.

Management Discussion and Analysis

Empire Hotel Hong Kong



Empire Hotel Causeway Bay



Development

The land premium discussion of the residential development at Hung Shui Kiu, New Territories, which yield approximately 590,000 sq. ft. GFA has been in progress with Government.

Planning application for residential development in Macau is currently underway.

Planning parameters have recently been approved at our 50% joint venture in Beijing for an approximately 2 million sq. ft. GFA residential/commercial development. Land premium assessment is in progress and details on demolition and resettlement is being worked out.

During the period, the Group jointly with its partner acquired another 1.5 million sq. ft. site in Shanghai, planning to be developed into low rise residential buildings and villas. The Group has a 47.5% stake in this project and has contracted to increase to 50%.

Leasing

Rental income attributable to the Group was approximately HK\$55 million, compared to HK\$46 million over the same period last year.

Revaluation gain (including that generated from properties owned by an associated company) of HK\$1,059 million was recorded, compared to HK\$966 million of interim period last year. During the period, the Group adopted the revised accounting standard on income taxes with the effect that deferred tax provision on revaluation surplus of investment properties in Hong Kong is no longer required, the comparative figure for last period has been adjusted accordingly.

Management Discussion and Analysis

Hotel

Revenue arising from the hotel and travel operation increased by 9% from HK\$314 million of last interim period to HK\$341 million of current period, coupled with minor reduction in travel agency and catering operation. Contribution to segment results before depreciation has risen strongly to HK\$131 million compared to HK\$98 million of interim period last year.

An unrealised investment loss of HK\$634 million (2010: HK\$92 million gain) arising from change in fair value of its financial asset investment was registered. As a result, the hotel group recorded a net loss of HK\$487 million (2010: HK\$151 million profit) on revenue of HK\$401 million (2010: HK\$346 million).

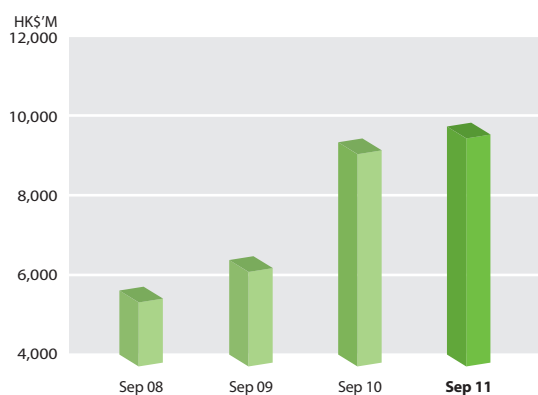
Investments

At 30th September 2011, the Group held financial investments of approximately HK\$4,093 million (31st March 2011: HK\$5,250 million), with HK\$1,565 million (31st March 2011: HK\$1,919 million) held by the listed hotel subsidiary group. The Group recorded a net unrealised fair value loss of HK\$1,727 million (2010: HK\$404 million gain), together with a net realised gain of HK\$6 million (2010: HK\$6 million). Income during the period from these investments amounted to HK\$156 million (2010: HK\$96 million).

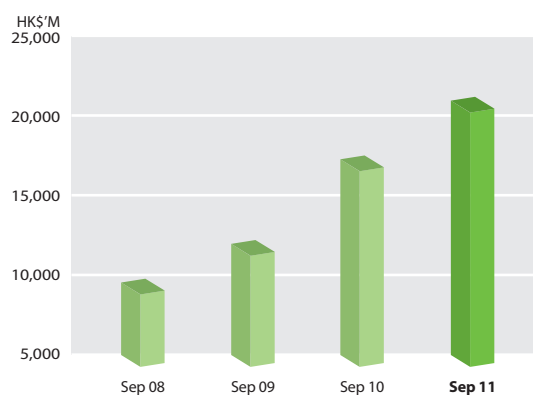
These financial investments comprise 64% by debt securities and 36% by equity securities. They are denominated in different currencies with 34% in Sterling, 26% in US\$, 22% in Euro and 18% in HK\$. The net exposure to foreign exchange from these foreign currencies investments were mitigated by partially financing in the same foreign currencies of these assets.

At 30th September 2011, an approximate value of HK\$1,510 million (31st March 2011: HK\$1,040 million) of these investments were pledged to banks as collateral for credit facilities granted to the Group.

Equity attributable to shareholders



Revalued total assets



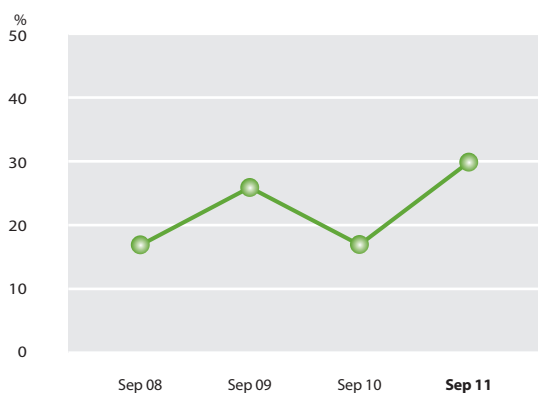
Management Discussion and Analysis

Financial Review

At 30th September 2011, the Group's total assets were approximately HK\$15.3 billion, compared to HK\$14.7 billion at end of last financial year. The net assets decreased by 4% to HK\$10.2 billion. Adopting market value of hotel properties, the revalued total assets and revalued net assets of the Group would be HK\$20.5 billion and HK\$15.4 billion, an increase of 8% and 4% compared to HK\$19.0 billion and HK\$14.8 billion respectively at the end of last financial year.

Net debt increased to HK\$4.6 billion (31st March 2011: HK\$3.6 billion), including HK\$1.9 billion (31st March 2011: HK\$1.7 billion) which belonged to the separately listed hotel subsidiary group. Net debt to revalued net asset value is approximately 30% (31st March 2011: 24%). All the debts are at floating rates and interest rate fluctuation is partly managed through interest rate swaps. At 30th September 2011, a total of HK\$200 million interest rate swap contracts were held for hedging purpose against our borrowings. Total interest costs increased due to increase in average loan balance.

Gearing ratio
(net debt to revalued net assets)



The maturity of our debts spread over a long period of up to 15 years. 20% of total borrowings are from revolving credit facilities secured by property assets. 21% are from revolving credit facilities through the pledge of financial assets investment. 20% is repayable between one to five years and 34% repayable after five years, which are also secured by property assets. At 30th September 2011, the Group had current assets of HK\$6,021 million (31st March 2011: HK\$6,851 million).

About 80% of the Group's borrowings are in Hong Kong dollar and 14% in Euro. With the weakening of Euro against Hong Kong dollars, the Group recorded an exchange gain in these foreign currencies loan revaluation for the period, resulting in a net credit in total finance costs.

As at 30th September 2011, property assets with an aggregated net book value of HK\$8,865 million (31st March 2011: HK\$7,779 million) were pledged to secure banking facilities of the Group. There were no guarantees (31st March 2011: Nil) provided by the Group to financial institutions in relation to borrowings extended to the Group's associated companies or jointly controlled entities.

Employees and Remuneration Policies

As at 30th September 2011, the Group employed approximately 520 employees. The remuneration packages including basic salary, annual bonus, share options, retirement and other benefits are commensurate with their job nature and level of experience.

Future prospect

The Group has property development interests in Hong Kong, Shanghai, Beijing and Macau. We expect that these projects will in time bring substantial return to the shareholders. With the property market in Hong Kong and mainland China fine tuned by government policies from being overheated, management is taking a cautious approach but remain optimistic over the future performance of the Group.

Report on Review of Interim Financial Information

To the Board of Directors of
Asia Standard International Group Limited
(incorporated in Bermuda with limited liability)

Introduction

We have reviewed the interim financial information set out on pages 7 to 28, which comprises the condensed consolidated balance sheet of Asia Standard International Group Limited (the "Company") and its subsidiaries (together, the "Group") as at 30th September 2011 and the related condensed consolidated profit and loss account, the condensed consolidated statement of comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the six-months period then ended, and a summary of significant accounting policies and other explanatory notes. The Rules Governing the Listing of Securities on 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, 28th November 2011

Condensed Consolidated Profit and Loss Account – Unaudited

	Note	Six months ended 30th September	
		2011 HK\$'000	2010 HK\$'000 (Restated)
Revenue	4	589,257	595,182
Cost of sales		(195,255)	(246,899)
Gross profit		394,002	348,283
Selling and administrative expenses		(89,726)	(80,535)
Depreciation		(45,991)	(43,362)
Fair value gain of investment properties		854,137	711,800
Net investment (loss)/gain	5	(1,722,790)	410,183
Other gain		–	12,664
Operating (loss)/profit		(610,368)	1,359,033
Net finance income/(costs)	7	13,515	(42,260)
Share of profits less losses of			
Jointly controlled entities		44,692	46,879
Associated companies		212,617	259,675
(Loss)/profit before income tax		(339,544)	1,623,327
Income tax credit/(expense)	8	907	(20,774)
(Loss)/profit for the period		(338,637)	1,602,553
Attributable to:			
Shareholders of the Company		(191,867)	1,555,098
Non-controlling interests		(146,770)	47,455
		(338,637)	1,602,553
Dividend	9	–	6,222
(Loss)/earnings per share (HK\$)			
Basic	10	(0.16)	1.25
Diluted	10	(0.16)	1.25

Condensed Consolidated Statement of Comprehensive Income – Unaudited

	Six months ended	
	30th September	
	2011	2010
	HK\$'000	HK\$'000
		(Restated)
(Loss)/profit for the period	(338,637)	1,602,553
Other comprehensive (charge)/income		
Net fair value loss on available-for-sale investments	(58,036)	(3,386)
Impairment of available-for-sale investments charged to profit and loss account	1,517	112
Currency translation differences	(14,148)	(2,480)
	(70,667)	(5,754)
Total comprehensive (charge)/income for the period	(409,304)	1,596,799
Total comprehensive (charge)/income attributable to:		
Shareholders of the Company	(241,244)	1,551,080
Non-controlling interests	(168,060)	45,719
	(409,304)	1,596,799

Condensed Consolidated Balance Sheet – Unaudited

	<i>Note</i>	30th September 2011 HK\$'000	31st March 2011 HK\$'000 (Restated)
Non-current assets			
Property, plant and equipment	11	2,559,819	2,617,038
Investment properties	12	4,245,258	3,391,122
Jointly controlled entities		1,017,108	568,871
Associated companies		1,171,919	987,338
Available-for-sale investments		174,636	230,257
Mortgage loans receivable		73,784	81,729
Deferred income tax assets		1,386	5,252
		9,243,910	7,881,607
Current assets			
Properties under development for sale		1,464,433	1,122,355
Completed properties held for sale		56,961	90,289
Hotel and restaurant inventories		2,159	2,341
Mortgage loans receivable		2,899	3,664
Trade and other receivables	13	276,614	230,845
Amount due from an associated company		13,200	–
Amount due from a jointly controlled entity		–	65,000
Income tax recoverable		13	513
Financial assets at fair value through profit or loss	14	3,918,834	5,020,218
Bank balances and cash		285,501	315,300
		6,020,614	6,850,525
Current liabilities			
Trade and other payables	15	100,384	133,590
Amount due to an associated company		–	14,850
Derivative financial instruments		33,853	26,242
Borrowings	16	2,315,630	1,615,997
Income tax payable		22,573	36,857
		2,472,440	1,827,536
Net current assets		3,548,174	5,022,989
Total assets less current liabilities		12,792,084	12,904,596

Condensed Consolidated Balance Sheet – Unaudited

	<i>Note</i>	30th September 2011 HK\$'000	31st March 2011 HK\$'000 (Restated)
<hr/>			
Non-current liabilities			
Long term borrowings	<i>16</i>	2,557,879	2,270,071
Deferred income tax liabilities		54,089	45,105
		2,611,968	2,315,176
<hr/>			
Net assets		10,180,116	10,589,420
<hr/>			
Equity			
Share capital	<i>17</i>	12,224	12,224
Reserves	<i>18</i>	9,520,291	9,761,535
		9,532,515	9,773,759
Equity attributable to shareholders of the Company		9,532,515	9,773,759
Non-controlling interests		647,601	815,661
		10,180,116	10,589,420
<hr/>			

Condensed Consolidated Statement of Cash Flows – Unaudited

	Six months ended	
	30th September	
	2011	2010
	HK\$'000	HK\$'000
Net cash generated before working capital changes	183,689	160,421
Change in working capital	(866,057)	(416,494)
Net cash used in operating activities	(682,368)	(256,073)
Net cash (used in)/generated from investing activities	(339,438)	16,915
Net cash generated from financing activities	996,483	293,032
Net (decrease)/increase in cash and cash equivalents	(25,323)	53,874
Cash and cash equivalents at the beginning of the period	309,569	221,614
Changes in exchange rates	(4,479)	104
Cash and cash equivalents at the end of the period	279,767	275,592
Analysis of the balances of cash and cash equivalents		
Bank balances and cash (excluding restricted bank balances)	279,767	275,592

Condensed Consolidated Statement of Changes in Equity – Unaudited

	Shareholders of the Company	Non-controlling interests	Total
	HK\$'000 (Restated)	HK\$'000	HK\$'000 (Restated)
At 31st March 2010			
As previously stated	7,238,937	746,720	7,985,657
Prior year adjustment – write back of deferred tax on investment properties	320,853	–	320,853
As restated	7,559,790	746,720	8,306,510
Net fair value loss on available-for-sale investments	(2,364)	(1,022)	(3,386)
Impairment of available-for-sale investments charged to profit and loss account	78	34	112
Currency translation differences	(1,732)	(748)	(2,480)
Profit for the period	1,555,098	47,455	1,602,553
Total comprehensive income for the period	1,551,080	45,719	1,596,799
Conversion of warrants	–	14,087	14,087
2010 final dividend	(16,222)	(3,459)	(19,681)
Share repurchase	(6,008)	–	(6,008)
Net increase in shareholding in a listed subsidiary	37,887	(42,990)	(5,103)
Total transactions with owners	15,657	(32,362)	(16,705)
At 30th September 2010	9,126,527	760,077	9,886,604
At 31st March 2011			
As previously stated	9,257,821	815,661	10,073,482
Prior year adjustment – write back of deferred tax on investment properties	515,938	–	515,938
As restated	9,773,759	815,661	10,589,420
Net fair value loss on available-for-sale investments	(40,551)	(17,485)	(58,036)
Impairment of available-for-sale investments charged to profit and loss account	1,060	457	1,517
Currency translation differences	(9,886)	(4,262)	(14,148)
Loss for the period	(191,867)	(146,770)	(338,637)
Total comprehensive charge for the period	(241,244)	(168,060)	(409,304)
At 30th September 2011	9,532,515	647,601	10,180,116

Notes to the Interim Financial Information

1 Basis of preparation

The unaudited condensed consolidated interim financial information has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants, and should be read in conjunction with the annual financial statements for the year ended 31st March 2011.

The accounting policies and methods of computation used in the preparation of this condensed consolidated interim financial information are consistent with those used in the annual financial statements for the year ended 31st March 2011, except for the adoption of new or revised standards and amendments to existing standards ("new HKFRSs"), which are relevant to the Group's operations and are applicable to the Group's accounting periods beginning on 1st April 2011.

The following new HKFRSs are relevant to the Group's operations and are mandatory for accounting periods beginning on or after 1st January 2011:

HKAS 24 (Revised)	Related Party Disclosures
Amendment to HKAS 34	Interim Financial Reporting

The adoption of new HKFRSs in the current period did not have any significant effect on the interim financial information or result in any substantial changes in the Group's significant accounting policies.

The Group has decided to early adopt the amendments to HKAS 12, Deferred tax: recovery of underlying assets ("HKAS 12 (Amendment)"), in respect of the recognition of deferred tax on investment properties carried at fair value under HKAS 40, Investment property. The amendments are effective for annual periods beginning on or after 1st January 2012, but early adoption is permitted.

The change in policy arising from the adoption of HKAS 12 (Amendment) is the only change which has had a material impact on the current and comparative periods. The Group does not have to provide deferred tax on fair value changes arising from revaluation of investment properties in Hong Kong. Previously, where these properties were held under leasehold interests, deferred tax was generally measured using the tax rate that would apply as a result of recovery of the asset's value through use.

Notes to the Interim Financial Information

1 Basis of preparation (continued)

This change in accounting policy has been applied retrospectively. The impact of the adoption of HKAS 12 (Amendment) is as follows:

Condensed consolidated profit and loss account

	For the six months ended	
	30th September	
	2011	2010
	HK\$'000	HK\$'000
Increase in share of profits less losses of associated companies	33,759	41,927
Decrease in income tax expense	140,933	116,639
Decrease in loss/increase in profit for the period and attributable to shareholders of the Company	174,692	158,566
Decrease in loss/increase in earnings per share (HK\$)	0.14	0.13

Condensed consolidated balance sheet

	30th	31st
	September	March
	2011	2011
	HK\$'000	HK\$'000
Increase/(decrease) in:		
Associated companies	143,886	110,127
Deferred income tax liabilities	(546,744)	(405,811)
Retained earnings	690,630	515,938

Except for disclosure above, certain new and revised standards have been issued but not yet effective for the year ending 31st March 2012 and have not been early adopted by the Group. The Group has already commenced an assessment of the related impact to the Group. The Group is not yet in a position to state whether they will have substantial changes to the Group's accounting policies and presentation of the condensed consolidated interim financial information.

2 Financial risk management

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and price risk), credit risk, liquidity risk and interest rate risk. There have been no changes in the risk management since the year ended 31st March 2011.

The interim condensed consolidated financial information does not include financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31st March 2011.

Notes to the Interim Financial Information

3 Critical accounting estimates and judgements

Estimates and judgements are continually 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 Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year include those related to fair value of investment properties, impairment of trade and other receivables, income taxes, fair value of derivative financial instruments and impairment of available-for-sale investments.

At 30th September 2011, the Group had investment properties with fair value of HK\$4,245,258,000 (31st March 2011: HK\$3,391,122,000). The best evidence of fair value is current prices in an active market for similar properties. In the absence of such information, the amount is determined within a range of reasonable fair value estimates. Information from a variety of sources are considered in making the judgement:

- (i) current prices in an active market for properties of different nature, condition or location (or subject to different lease or other contracts), adjusted to reflect those differences.
- (ii) recent prices of similar properties in less active markets, with adjustments to reflect any changes in economic conditions since the date of the transactions that occurred at those prices; and
- (iii) the current rent from the existing tenancies, the potential rents for vacant units and the capitalisation rates of comparable transactions.

The expected future market rentals are determined on the basis of current market rentals for similar properties in the same location and condition.

4 Turnover and segment information

The Company is a limited liability company incorporated in Bermuda and listed on The Stock Exchange of Hong Kong Limited. The address of its principal office is 30th Floor, Asia Orient Tower, Town Place, 33 Lockhart Road, Wanchai, Hong Kong.

The Group is principally engaged in property development and investment, hotel, travel agency and catering operations and securities investments. Turnover comprises revenue from property sales and leasing, hotel and travel agency operation, interest and dividend income, together with gross proceeds from disposal of financial assets at fair value through profit or loss. Revenue includes revenue from property sales and leasing, hotel and travel agency operation, interest and dividend income.

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is responsible for allocating resources and assessing performance of the operating segments. The operating segments were determined based on the reports reviewed by the chief operating decision-maker. The Group is organised into four main operating segments, comprising property sales, property leasing, hotel and travel and investments. Segment assets consist primarily of property, plant and equipment, investment properties, available-for-sale investments, other non-current assets, hotel inventories, properties, trade and other receivables and financial assets at fair value through profit or loss. Segment liabilities comprise mainly borrowings.

Notes to the Interim Financial Information

4 Turnover and segment information (continued)

	Property sales HK\$'000	Property leasing HK\$'000	Hotel and travel HK\$'000	Investments HK\$'000	Others HK\$'000	Total HK\$'000
Six months ended 30th September 2011						
Turnover	37,919	44,520	340,775	1,514,835	9,480	1,947,529
Segment revenue	37,919	44,520	340,775	156,563	9,480	589,257
Contribution to segment results	4,645	42,580	130,713	156,563	9,480	343,981
Depreciation	-	-	(44,329)	-	(1,662)	(45,991)
Fair value gain of investment properties	-	854,137	-	-	-	854,137
Net investment loss	-	-	-	(1,722,790)	-	(1,722,790)
Segment results	4,645	896,717	86,384	(1,566,227)	7,818	(570,663)
Unallocated corporate expenses						(39,705)
Operating loss						(610,368)
Net finance income						13,515
Share of profits less losses of						
Jointly controlled entities	44,692	-	-	-	-	44,692
Associated companies	(16)	212,643	-	-	(10)	212,617
Loss before income tax						(339,544)
Income tax credit						907
Loss for the period						(338,637)
Six months ended 30th September 2010 (Restated)						
Turnover	132,910	38,271	313,761	630,131	13,919	1,128,992
Segment revenue	132,910	38,271	313,761	96,321	13,919	595,182
Contribution to segment results	63,537	34,628	97,939	96,321	13,919	306,344
Depreciation	-	-	(42,947)	-	(415)	(43,362)
Fair value gain of investment properties	-	711,800	-	-	-	711,800
Net investment gain	-	-	-	410,183	-	410,183
Other gain	-	-	-	-	12,664	12,664
Segment results	63,537	746,428	54,992	506,504	26,168	1,397,629
Unallocated corporate expenses						(38,596)
Operating profit						1,359,033
Finance costs						(42,260)
Share of profits less losses of						
Jointly controlled entities	46,883	-	-	-	(4)	46,879
Associated companies	257	259,428	-	-	(10)	259,675
Profit before income tax						1,623,327
Income tax expense						(20,774)
Profit for the period						1,602,553

Notes to the Interim Financial Information

4 Turnover and segment information (continued)

	Property sales HK\$'000	Property leasing HK\$'000	Hotel and travel HK\$'000	Investments HK\$'000	Others HK\$'000	Total HK\$'000
As at 30th September 2011						
Segment assets	2,642,346	5,333,684	2,645,605	4,237,283	236,837	15,095,755
Other unallocated assets						168,769
						15,264,524
Segment assets include:						
Jointly controlled entities and associated companies	1,120,343	1,080,963	-	-	921	2,202,227
Addition to non-current assets for the six months ended 30th September 2011*						
	500,000	-	4,951	-	420	505,371
Segment liabilities						
Borrowings	1,605,000	490,452	1,069,869	1,708,188	-	4,873,509
Other unallocated liabilities						210,899
						5,084,408
As at 31st March 2011 (Restated)						
Segment assets	1,951,195	4,279,224	2,695,054	5,358,447	244,584	14,528,504
Other unallocated assets						203,628
						14,732,132
Segment assets include:						
Jointly controlled entities and associated companies	737,108	883,170	-	-	931	1,621,209
Addition to non-current assets for the six months ended 30th September 2010*						
	-	10,225	14,100	-	237	24,562
Segment liabilities						
Borrowings	775,000	498,484	1,097,683	1,514,901	-	3,886,068
Other unallocated liabilities						256,644
						4,142,712

* The amounts exclude financial instruments and deferred income tax assets.

Notes to the Interim Financial Information

4 Turnover and segment information (continued)

	Six months ended 30th September	
	2011 HK\$'000	2010 HK\$'000
Revenue		
Hong Kong	378,838	446,419
Overseas	210,419	148,763
	589,257	595,182
	30th September 2011 HK\$'000	31st March 2011 HK\$'000 (Restated)
Non-current assets*		
Hong Kong	8,455,407	6,994,163
Overseas	538,697	570,206
	8,994,104	7,564,369

* The amounts exclude financial instruments and deferred income tax assets.

Notes to the Interim Financial Information

5 Net investment (loss)/gain

	Six months ended	
	30th September	
	2011	2010
	HK\$'000	HK\$'000
Financial assets at fair value through profit or loss		
– net unrealised (loss)/gain from market price movements	(1,594,128)	336,632
– net unrealised exchange (loss)/gain	(124,925)	78,096
– net realised gain (note)	5,579	5,865
Impairment for available-for-sale investments	(1,517)	(112)
Net unrealised loss on derivative financial instruments	(7,799)	(10,298)
	(1,722,790)	410,183
Note:		
Net realised gain on financial assets at fair value through profit or loss		
Gross proceeds	1,358,272	533,810
Cost of purchase	(759,102)	(280,284)
Total gain	599,170	253,526
Net unrealised gain recognised in prior years	(593,591)	(247,661)
	5,579	5,865

Notes to the Interim Financial Information

6 Income and expenses by nature

	Six months ended 30th September	
	2011 HK\$'000	2010 HK\$'000
Income		
Net rental income (note (a))	42,580	34,628
Interest income		
– Listed investments	144,347	72,541
– Unlisted investments	180	345
– A jointly controlled entity	4,493	8,793
– Other receivables	2,210	2,020
– Bank deposit	325	443
Dividend income		
– Listed investments	11,686	23,435
Expenses		
Operating lease rental expense for land and buildings	3,620	3,001
Employee benefit expense, including Directors' emoluments (note (b))	78,324	78,858
Cost of properties and goods sold	120,476	164,327
Notes:		
(a) Net rental income		
Gross rental income		
– Investment properties	42,063	35,480
– Properties held for sale	2,457	2,791
	44,520	38,271
Outgoings	(1,940)	(3,643)
	42,580	34,628
(b) Employee benefit expense		
Wages and salaries	75,875	76,564
Retirement benefits costs	2,449	2,294
	78,324	78,858

Notes to the Interim Financial Information

7 Net finance income/(costs)

	Six months ended 30th September	
	2011	2010
	HK\$'000	HK\$'000
Interest expense		
Long term bank loans	(22,027)	(14,439)
Short term bank loans and overdrafts	(12,727)	(6,291)
Interest capitalised under properties under development for sale	5,609	–
Other incidental borrowing costs	(125)	(1,644)
Net foreign exchange gain/(loss) on borrowings	42,597	(20,026)
Fair value gain on interest rate swaps	188	140
	13,515	(42,260)

8 Income tax credit/(expense)

	Six months ended 30th September	
	2011	2010
	HK\$'000	HK\$'000 (Restated)
Current income tax		
Hong Kong profits tax	(4,327)	(5,071)
Over provision in prior years	18,085	–
	13,758	(5,071)
Deferred income tax	(12,851)	(15,703)
	907	(20,774)

Hong Kong profits tax is provided at the rate of 16.5% (2010: 16.5%) on the estimate assessable profit for the period. Income tax on overseas profits has been calculated on the estimated assessable profit for the period at the tax rates prevailing in the countries in which the Group operates.

Share of income tax charge of jointly controlled entities and associated companies for the period of HK\$9,022,000 (2010: HK\$7,828,000) and HK\$1,566,000 (2010: HK\$982,000, restated) are included in the profit and loss account as share of profits less losses of jointly controlled entities and associated companies respectively.

Notes to the Interim Financial Information

9 Dividend

The Board of Directors does not recommend the payment of an interim dividend for the six months ended 30th September 2011 (2010: HK0.5 cent per share, with a scrip option).

10 (Loss)/earnings per share

The calculation of basic (loss)/earnings per share is based on loss attributable to shareholders of the Company of HK\$191,867,000 (2010: profit of HK\$1,555,098,000, restated) and divided by the weighted average number of 1,222,371,832 (2010: 1,245,420,493) shares in issue during the period.

For the six months ended 30th September 2011, the Company's and its listed subsidiary's outstanding share options did not have a diluted effect on the earnings per share, the basic and diluted earnings per share were equal.

The calculation of diluted earnings per share for the six months ended 30th September 2010 was based on HK\$1,553,776,000 equalling to the profit attributable to shareholders of the Company of HK\$1,555,098,000 with a decrease in share of profit after tax of HK\$1,322,000 from the Company's listed subsidiary arising from potential conversion of its warrants and divided by 1,245,420,493 shares in issued during the period. The Company's and its listed subsidiary's outstanding share options did not have a diluted effect on the earnings per share.

11 Property, plant and equipment

	Freehold land of a hotel in Canada	Leasehold land in Hong Kong	Hotel buildings	Other buildings	Other equipment	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Cost						
At 31st March 2011	81,646	1,972,221	1,526,787	54,629	45,208	3,680,491
Currency translation difference	(5,186)	–	(31,214)	–	165	(36,235)
Additions	–	–	4,951	98	322	5,371
Disposals	–	–	(199)	–	(11)	(210)
At 30th September 2011	76,460	1,972,221	1,500,325	54,727	45,684	3,649,417
Accumulated depreciation						
At 31st March 2011	–	358,492	659,843	6,648	38,470	1,063,453
Currency translation difference	–	–	(19,826)	–	134	(19,692)
Charge for the period	–	13,295	31,051	716	929	45,991
Disposals	–	–	(149)	–	(5)	(154)
At 30th September 2011	–	371,787	670,919	7,364	39,528	1,089,598
Net book value						
At 30th September 2011	76,460	1,600,434	829,406	47,363	6,156	2,559,819
At 31st March 2011	81,646	1,613,729	866,944	47,981	6,738	2,617,038

Notes to the Interim Financial Information

12 Investment properties

Investment properties were revalued by Prudential Surveyors International Limited, independent professional valuers, on an open market value basis as at 30th September 2011 and 31st March 2011.

13 Trade and other receivables

Trade and other receivables of the Group include trade receivables, utility and other deposits, accrued interest and dividend receivable.

Trade receivables of the Group amounted to HK\$41,594,000 (31st March 2011: HK\$68,287,000). The credit terms given to the customers vary and are generally based on the financial strengths of individual customers. In order to effectively manage the credit risks associated with trade receivables, credit evaluation of customers are performed periodically.

Aging analysis of trade receivables net of provision for impairment is as follows:

	30th September 2011 HK\$'000	31st March 2011 HK\$'000
0 day to 60 days	40,604	67,764
61 days to 120 days	965	500
More than 120 days	25	23
	41,594	68,287

Notes to the Interim Financial Information

14 Financial assets at fair value through profit or loss

	30th September 2011 HK\$'000	31st March 2011 HK\$'000
Equity securities		
– Listed in Hong Kong	577,625	438,744
– Listed in the USA	339,983	920,313
– Listed in Europe	382,681	767,434
– Unlisted	–	44,694
	1,300,289	2,171,185
Debt securities		
– Listed in the USA	36,142	104,510
– Listed in Europe	2,077,122	2,507,681
– Listed in Singapore	488,300	219,999
– Unlisted	8,000	8,000
	2,609,564	2,840,190
Unlisted fund	8,981	8,843
	3,918,834	5,020,218

Financial assets at fair value through profit or loss are denominated in the following currencies:

Sterling	1,388,401	2,413,750
US dollar	1,059,428	1,715,854
Euro	885,380	443,870
Hong Kong dollar	585,625	446,744
	3,918,834	5,020,218

Note:

The debt securities carry fixed coupon ranging from 4.1% to 13.5% (31st March 2011: from 5.905% to 13.5%) per annum based on nominal values which are equivalent to HK\$4,528,521,000 (31st March 2011: HK\$3,469,026,000).

Notes to the Interim Financial Information

15 Trade and other payables

Trade and other payables of the Group include trade payables, rental and management fee deposits, retentions payable of construction costs and various accruals. Trade payables of the Group amounted to HK\$14,015,000 (31st March 2011: HK\$56,009,000).

Aging analysis of trade payables is as follows:

	30th September 2011 HK\$'000	31st March 2011 HK\$'000
0 day to 60 days	13,958	55,945
61 days to 120 days	38	47
More than 120 days	19	17
	14,015	56,009

16 Borrowings

	30th September 2011 HK\$'000	31st March 2011 HK\$'000
Current liabilities		
Short term bank loans		
Secured	2,018,189	1,235,901
Unsecured	130,000	99,000
	2,148,189	1,334,901
Current portion of long term bank loans	99,325	202,541
Portion of long term bank loans with a repayment on demand clause	68,116	78,555
	2,315,630	1,615,997
Non-current liabilities		
Long term bank loans, secured	2,557,879	2,270,071
	4,873,509	3,886,068

The maturity of the long term bank loans is as follows (note):

Repayable within one year	99,325	202,541
Repayable between one and two years	427,549	388,244
Repayable between two and five years	534,974	247,890
Repayable after five years	1,663,472	1,712,492
	2,725,320	2,551,167
Current portion included in current liabilities	(99,325)	(202,541)
	2,625,995	2,348,626

Note:

The amounts due are based on the scheduled repayment dates set out in the loan agreements and ignore the effect of any repayment on demand clause.

Notes to the Interim Financial Information

17 Share capital

Shares of HK\$0.01 each	Number of shares	Amount HK\$'000
Authorised:		
At 31st March 2011 and 30th September 2011	400,000,000,000	4,000,000
Issued and fully paid:		
At 31st March 2011 and 30th September 2011	1,222,371,832	12,224

18 Reserves

	Share premium HK\$'000	Capital redemption reserve HK\$'000	Share option reserve HK\$'000	Available- for-sale- investments reserve HK\$'000	Contributed surplus HK\$'000	Revenue reserve HK\$'000	Total HK\$'000
At 31st March 2011							
As previously stated	2,015,533	44,190	16,638	67,696	2,782,836	4,318,704	9,245,597
Prior year adjustment – write back of deferred tax on investment properties	–	–	–	–	–	515,938	515,938
As restated	2,015,533	44,190	16,638	67,696	2,782,836	4,834,642	9,761,535
Net fair value loss on available-for-sale investments	–	–	–	(40,551)	–	–	(40,551)
Impairment of available-for-sale investments charged to profit and loss account	–	–	–	1,060	–	–	1,060
Currency translation differences	–	–	–	–	–	(9,886)	(9,886)
Loss for the period	–	–	–	–	–	(191,867)	(191,867)
At 30th September 2011	2,015,533	44,190	16,638	28,205	2,782,836	4,632,889	9,520,291

Notes to the Interim Financial Information

19 Capital commitments

Capital commitments at the balance sheet date are as follows:

	30th September 2011 HK\$'000	31st March 2011 HK\$'000
Property, plant and equipment of subsidiaries		
Contracted but not provided for	759	1,054
Authorised but not contracted for	5,106	4,277
	5,865	5,331
Investment in a jointly controlled entity		
Contracted but not provided for	25,915	–
	31,780	5,331

20 Financial guarantees

At 30th September 2011 and 31st March 2011, the Group had no financial guarantee and significant contingent liabilities.

21 Related party transactions

During the period, no significant transactions have been entered except for income from a jointly controlled entity comprising management fee, project management fee, agency fee and interest income of HK\$6,900,000 (2010: HK\$11,456,000).

No transactions have been entered with the directors of the Company (being the key management personnel) during the period other than the emoluments paid to them (being the key management personnel compensation) (2010: Nil).

22 Comparative figures

Certain comparative figures have been restated as a result of the adoption of new HKFRS.

Pro Forma Combined Balance Sheet of Affiliated Companies

The Group had amounts due from and loans to certain affiliated companies in a total sum of HK\$930 million (before Group's provisions) as at 30th September 2011 which exceed 8% of the Group's consolidated total assets. A pro forma combined balance sheet of certain affiliated companies with major financial assistance from the Group and the Group's attributable interest in these affiliated companies are presented below:

	Pro forma combined balance sheet HK\$'000	Group's attributable interest HK\$'000
Property, plant and equipment	3,001	1,460
Investment properties	3,350,000	1,105,500
Properties under development for sale	2,251,370	1,097,256
Deferred income tax assets	1,759	880
Current assets	437,506	193,866
Current liabilities	(192,992)	(87,385)
Long term borrowings	(122,600)	(40,458)
Deferred income tax liabilities	(13,443)	(5,923)
Non-controlling interests	(4,138)	(2,069)
Shareholders' advance	(1,855,910)	(364,116)
	3,854,553	1,899,011

Other Information

Directors' and chief executive's interests and short positions in shares, underlying shares and debentures

As at 30th September 2011, the interests and short positions of the Directors and Chief Executive of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of the Securities and Futures Ordinance (the "SFO") which (a) are required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which are taken or deemed to have under such provisions of the SFO); or (b) were recorded in the register required to be kept under Section 352 of the SFO; or (c) were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") were as follows:

(I) Long positions in shares

(a) The Company

Director	Number of shares held			Percentage of shares in issue (%)
	Personal interest	Corporate interest	Total	
Poon Jing	1,176,670	614,962,312	616,138,982	50.40

Note:

By virtue of his controlling interest (46.56%) in Asia Orient Holdings Limited ("Asia Orient"), Mr. Poon Jing is deemed to be interested in the shares of the Company held by Asia Orient as disclosed under the heading "Substantial shareholders and other persons' interests and short positions in shares and underlying shares" below.

(b) Associated corporations

Director	Associated corporation	Number of shares held			Total	Percentage of shares in issue (%)
		Personal interest	Family interest	Corporate interest		
Poon Jing	Asia Orient	193,842,510	4,873,940	132,997,302	331,713,752	46.56
				(Notes)		
	Asia Standard Hotel Group Limited ("Asia Standard Hotel")	49,528	–	1,120,832,195	1,120,881,723	72.88
				(Notes)		
Fung Siu To, Clement	Asia Orient	14,042,433	–	–	14,042,433	1.97
	Mark Honour Limited	9	–	–	9	0.01

Other Information

Directors' and chief executive's interests and short positions in shares, underlying shares and debentures (continued)

(I) Long positions in shares (continued)

(b) Associated corporations (continued)

Notes:

1. By virtue of his controlling interest in the Asia Orient, Mr. Poon Jing is deemed to be interested in the shares of Asia Standard Hotel held by Asia Orient and the Company.
2. By virtue of Mr. Poon Jing's interest in the Company through Asia Orient, he is deemed to be interested in the shares of all the Company's subsidiaries and associated companies.

(II) Long positions in underlying shares

Interests in share options

(a) The Company

Director	Outstanding as at 1st April 2011 and 30th September 2011
Fung Siu To, Clement	2,062,176
Lim Yin Cheng	2,062,176
Poon Jing	515,544
Lun Pui Kan	2,062,176
Kwan Po Lam, Phileas	2,062,176
Loup, Nicholas James	2,062,176

Notes:

1. Options were granted on 30th March 2005 and exercisable during the period from 30th March 2005 to 29th March 2015 at exercise price of HK\$3.15 (as adjusted) per share.
2. During the period, no option was granted to the Directors and the options granted to the Directors have not been exercised, lapsed or cancelled.

Other Information

Directors' and chief executive's interests and short positions in shares, underlying shares and debentures
 (continued)

(II) Long positions in underlying shares (continued)

*Interests in share options (continued)**(b) Associated corporation – Asia Orient*

Director	Date of grant	Exercise price (HK\$)	Exercise period	Outstanding as at 1st April 2011 and 30th September 2011
Fung Siu To, Clement	29th March 2007	1.4315	29th March 2007 to 28th March 2017	2,126,301
Lim Yin Cheng	29th March 2007	1.4315	29th March 2007 to 28th March 2017	2,126,301
Lun Pui Kan	29th March 2007	1.4315	29th March 2007 to 28th March 2017	2,126,301
Kwan Po Lam, Phileas	29th March 2007	1.4315	29th March 2007 to 28th March 2017	2,126,301

Notes:

During the period, no option was granted to the Directors and the options granted to the Director have not been exercised, cancelled or lapsed.

(c) Associated corporation – Asia Standard Hotel

Director	Date of grant	Exercise price (HK\$)	Exercise period	Outstanding as at 1st April 2011 and 30th September 2011
Fung Siu To, Clement	29th March 2007	1.296	29th March 2007 to 28th March 2017	8,000,000
Lim Yin Cheng	2nd April 2007	1.300	2nd April 2007 to 1st April 2017	8,000,000
Lun Pui Kan	2nd April 2007	1.300	2nd April 2007 to 1st April 2017	8,000,000
Kwan Po Lam, Phileas	2nd April 2007	1.300	2nd April 2007 to 1st April 2017	8,000,000

Note:

During the period, no option was granted to the Directors and the options granted to the Directors have not been exercised, cancelled or lapsed.

Other Information

Directors' and chief executive's interests and short positions in shares, underlying shares and debentures (continued)

Save as disclosed above, as at 30th September 2011, none of the Directors or Chief Executive (including their spouse and children under 18 years of age) of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of the SFO) which (a) 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 and short positions which are taken or deemed to have under such provisions of the SFO); or (b) were recorded in the register required to be kept under Section 352 of the SFO; or (c) were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

Substantial shareholders and other persons' interests and short positions in shares and underlying shares

The register of substantial shareholders maintained under section 336 of the SFO shows that as at 30th September 2011, the Company had been notified of the following substantial shareholders' interests and short positions, being 5% or more of the Company's issued share capital. These interests are in addition to those disclosed above in respect of the Directors and Chief Executive.

Long positions in shares of the Company

Shareholders	Capacity	Number of shares held	Total	Percentage (%)
Asia Orient (Note 1)	Beneficial owner	46,939,756	614,962,312	50.30
	Interests in controlled corporation	568,022,556		
Asia Orient Holdings (BVI) Limited ("Asia Orient BVI") (Note 1)	Interests in controlled corporation	568,022,556	568,022,556	46.46
Asia Orient Company Limited ("AOCL") (Note 2)	Beneficial owner	273,615,682	275,826,425	22.56
	Interests in controlled corporation	2,210,743		
Kingfisher Inc. and Lipton Investment Limited ("Kingfisher and Lipton") (Note 2)	Interests in controlled corporation	255,649,493	255,649,493	20.91
Dalton Investment LLC	Investment manager	85,509,704	85,509,704	6.99

Other Information

Substantial shareholders and other persons' interests and short positions in shares and underlying shares (continued)

Long positions in shares of the Company (continued)

Notes:

1. Asia Orient BVI is a wholly-owned subsidiary of Asia Orient. Accordingly, Asia Orient is deemed to have interest and duplicate the interest in the same 568,022,556 shares held by Asia Orient BVI.
2. AOCL, companies controlled by AOCL, Kingfisher and Lipton are wholly-owned subsidiaries of Asia Orient BVI. Asia Orient BVI is deemed to be interested in and duplicate the interest held by AOCL, Kingfisher and Lipton.

Save as disclosed above, as at 30th September 2011, the Directors are not aware of any other persons who had interests or short positions in the shares or underlying shares of the Company which are required to be recorded in the register required to be kept under section 336 of the SFO.

Share option schemes

The Company

The share option scheme of the Company was adopted by the Company on 27th August 2004. As at 30th September 2011, there were 13,404,141 share options outstanding. Movements of the share options of the Company during the period are as follows:

Grantee	Outstanding as at 1st April 2011 and 30th September 2011
Directors	10,826,424
Other employees	2,577,717
	13,404,141

Notes:

1. These share options were granted on 30th March 2005 and exercisable from 30th March 2005 to 29th March 2015 at an exercise price of HK\$3.15 (as adjusted) per share.
2. During the period, no option was granted, exercised, cancelled or lapsed.

Other Information

Share option schemes (continued)**Subsidiary – Asia Standard Hotel**

The share option scheme of Asia Standard Hotel was adopted by Asia Standard Hotel on 28th August 2006. As at 30th September 2011, there were 78,999,999 share options outstanding. Movements of the share options of Asia Standard Hotel during the period are as follows:

Grantee	Date of grant	Exercise price (HK\$)	Exercise period	Outstanding as at 1st April 2011 and 30th September 2011
Director	29th March 2007	1.296	29th March 2007 to 28th March 2017	8,000,000
	2nd April 2007	1.300	2nd April 2007 to 1st April 2017	24,000,000
Director of a subsidiary	29th March 2007	1.296	29th March 2007 to 28th March 2017	8,000,000
	2nd April 2007	1.300	2nd April 2007 to 1st April 2017	8,000,000
Employees	2nd April 2007	1.300	2nd April 2007 to 1st April 2017	30,999,999
				78,999,999

Note:

During the period, no option was granted, exercised, lapsed or cancelled.

Other Information

Interim dividend

The Board of Directors does not recommend the payment of an interim dividend for the six months ended 30th September 2011 (2010: HK0.5 cent per share, with a scrip option).

Purchase, sale or redemption of listed securities

During the period, the Company had not redeemed any of its shares. Neither the company nor any of its subsidiaries purchased or sold any of the Company's listed securities during the period.

Code of corporate governance practices

During the period, the Company has complied with the code provisions of the Code on Corporate Governance Practices as set out in Appendix 14 of the Listing Rules, except for the deviation from code provision A.4.1 which states that non-executive directors should be appointed for a specific term, subject to re-election. All non-executive director and independent non-executive directors of the Company are not appointed for specific terms, but subject to retirement by rotations and re-elections at the annual general meeting of the Company in accordance with the Bye-Laws of the Company.

Code of conduct regarding securities transactions by directors

The Company has adopted the Model Code and has made specific enquiry of all directors regarding any non-compliance with the Model Code during the period, and they all confirmed that they have fully complied with the required standard as set out in the Model Code throughout the period ended 30th September 2011.

Audit committee

The Audit Committee has reviewed the unaudited interim results of the Group for the six months ended 30th September 2011.

On behalf of the Board

Asia Standard International Group Limited

Fung Siu To, Clement

Chairman

Hong Kong, 28th November 2011

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