

Notes:

1. Accounting Policies

The unaudited financial statements are prepared in accordance with the Hong Kong Statements of Standard Accounting Practice Number 25 – Interim Reporting issued by the Hong Kong Society of Accountants and the accounting principles generally accepted in Hong Kong. The accounting policies adopted are consistent with those followed in the Group's annual financial statements for the year ended 31st March, 2001.

2. Turnover

The Group's turnover and profits for the six months ended 30th September, 2001 were derived principally from the contracting of building construction, maintenance and decoration projects carried out in Hong Kong.

	Six months ended 30th September,			
	2001		2000	
	Turnover	Gross profit	Turnover	Gross profit
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Contracting of building construction, maintenance and decoration projects	386,996	54,100	904,976	77,575
Sale of building materials	15,450	2,226	21,407	4,610
Others	2,887	294	771	199
	<u>405,333</u>	<u>56,620</u>	<u>927,154</u>	<u>82,384</u>

3. Profit before taxation

Profit before taxation is arrived at after charging (crediting) the following:

	Six months ended 30th September,	
	2001	2000
	HK\$'000	HK\$'000
Depreciation		
Owned assets	9,074	10,061
Assets held under finance lease	608	1,803
Amortisation of development costs	100	–
(Profit) loss on disposal of fixed assets	(26)	351

4. Taxation

Hong Kong profits tax has been provided at the rate of 16% (2000: 16%) on the estimated assessable profit for the period. Overseas taxation has been calculated on the estimated assessable profit for the period at the rates prevailing in the respective jurisdictions.

5. Earnings per share

Earnings per share has been calculated using the unaudited consolidated profit attributable to shareholders for the period of HK\$6,144,000 (2000: HK\$25,621,000) and of the 440,949,600 shares (2000: 442,746,100 shares). No diluted earnings per share are disclosed as the share options outstanding at 30th September, 2001 and 30th September, 2000 are anti-dilutive.

6. Properties under development

Properties under development which are not due for completion within one year from the balance sheet date are stated at cost less provision for diminution in value or provision for foreseeable losses upon completion of the relevant development projects, if any. Cost of property in the course of development comprises land costs, development and construction costs, attributable interest and other related direct expenses capitalized during the development period. On completion, the properties held under development are transferred to investment properties or land and buildings.

7. Trade debtors, net

Trade debts are due after 21 days to one year depending on the nature of services or products.

The aging analysis of trade debtors at the period end is as follows:

	30th September, 2001 HK\$'000	31st March, 2001 HK\$'000
Not yet due	114,559	208,585
Overdue by:		
0–30 days	4,918	6,471
31–90 days	3,102	2,130
91–180 days	1,445	1,293
Over 180 days	1,519	1,748
	<u>125,543</u>	<u>220,227</u>

8. Payables to suppliers and subcontractors

The aging analysis of payables to suppliers and subcontractors at the period end is as follows:

	30th September, 2001 HK\$'000	31st March, 2001 HK\$'000
Not yet due	52,748	132,661
Overdue by:		
0–30 days	4,364	10,400
31–90 days	–	6
91–180 days	–	–
Over 180 days	21	–
	<u>57,133</u>	<u>143,067</u>

9. Share capital

There were no movements in the share capital of the Company for the period.