

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30TH JUNE, 2005

The Board of Directors of the Company would like to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30th June, 2005 together with the comparative figures for the six months ended 30th September, 2004 as follows:

	NOTES	1st January, 2005 to 30th June, 2005 HK\$'000 (unaudited)	1st April, 2004 to 30th September, 2004 HK\$'000 (unaudited)
Turnover	3	5,653	5,649
Cost of sales		<u>(4,386)</u>	<u>(4,403)</u>
Gross profit		1,267	1,246
Other operating income		562	862
Administrative expenses		(17,704)	(8,091)
Fair value adjustment on investments		(4,715)	–
Fair value adjustment on embedded derivatives	12	(9,860)	–
Finance costs		(11)	–
Share of results of associates		<u>(6,049)</u>	<u>(4,586)</u>
Net loss for the period attributable to equity holders of the Company	4	<u><u>(36,510)</u></u>	<u><u>(10,569)</u></u>
Loss per share – basic and diluted	6	<u><u>HK0.7 cent</u></u>	<u><u>HK0.2 cent</u></u>