

RESULTS

During the six months ended 30 September 2005, the Group's turnover decreased by 38% to HK\$68.1 million (2004: HK\$109.5 million) as compared to that of last corresponding period. The decrease in turnover was largely due to the decrease in metals and minerals trading business as a result of disposal of the subsidiary Chang Yuang Resources Limited ("Chang Yuang") in the second half of last year.

Gross profit for the period increased by 87% to HK\$7.1 million (2004: HK\$3.8 million) as compared to that of last corresponding period. The increase in gross profit was attributable to the improvement in gross profit margin of the metals and minerals trading business in current period after disposal of loss contributing Chang Yuang.

There was a net loss attributable to shareholders of the Company of HK\$2.2 million for the period (2004: HK\$1.8 million). Basic loss per share for the period was HK\$0.0025 per share (2004: HK\$0.0021 per share).

INTERIM DIVIDEND

The Directors do not recommend to pay any interim dividend for the six months ended 30 September 2005 (2004: Nil).

BUSINESS REVIEW AND PROSPECTS

Consumer products business

The Group's consumer products business comprises mainly manufacture, wholesaling and distribution of garments and leatherware products, for branded and non-branded items.

There is no significant change in the operation of this business since the last annual report and management will continue to monitor cautiously the investment in this business.

Properties trading

At present, the Group has no property project under development and management will take a prudent approach in evaluating any new prospective projects.