

## EMPLOYEES

As at 30 September 2006, the total number of employees, excluding workers under exclusive sub-contracting arrangement, of the Group was approximately 500. Performance of the staff is normally reviewed on an annual basis with adjustment compatible to the market. There is no material change in the information as compared to the most recently published annual report.

## EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES

Since the functional currencies of the Group's operations are mainly Hong Kong dollars and Renminbi, the Directors consider that the potential foreign exchange exposure of the Group during the six months ended 30 September 2006 is limited.

## MATERIAL ACQUISITIONS AND DISPOSALS

On 13 July 2006, the Company announced that W. Hing Construction Company Limited, an indirect wholly owned subsidiary of the Company, entered into a conditional subscription agreement dated 13 July 2006 with Design Landscapes International (HK) Company Limited, pursuant to which W. Hing Construction Company Limited agreed to subscribe 42,711 new shares of Design Landscapes International (HK) Company Limited for an aggregate cash consideration of HK\$93,110. On the same day, Mr. Keith Jeferey Dodd, an independent third party, entered into a conditional subscription agreement dated 13 July 2006, pursuant to which Mr. Keith Jeferey Dodd agreed to subscribe 67,511 new shares of Design Landscapes International (HK) Company Limited for an aggregated cash consideration of HK\$147,174. Prior to the entering into of the aforesaid subscription agreements, the entire issued share capital of Design Landscapes International (HK) Company Limited was beneficially owned as to 51% by W. Hing Construction Company Limited and 49% by Design Landscapes Investments Pty Limited, a company incorporated in Australia with limited liability.

Upon completion of the aforesaid subscription agreements, the enlarged issued share capital of Design Landscapes International (HK) Company Limited are beneficially owned as to approximately 50% by W. Hing Construction Company Limited, approximately 45% by Design Landscapes Investments Pty Limited and approximately 5% by Mr Keith Jeferey Dodd. Accordingly, Design Landscapes International (HK) Company Limited has ceased to be a subsidiary of the Company but continue to be an associate of the Company upon completion. Further details relating to the aforesaid transactions are set out in the Company's circular dated 4 August 2006.