

**China Petrotech Holdings Limited**

**Third Quarter Financial Statement for the Period ended 30<sup>th</sup> September, 2004**

**1(a) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group			Group		
	3 months ended 30 September	3 months ended 30 September		9 months ended 30 September	9 months ended 30 September	
	2004	2003	+ / (-)	2004	2003	+ / (-)
	(Unaudited) Rmb'000	(Unaudited) Rmb'000	Change (%)	(Unaudited) Rmb'000	(Unaudited) Rmb'000	Change (%)
<b>REVENUE</b>	<b>18,695</b>	<b>303</b>	<b>6070</b>	<b>39,799</b>	<b>3,619</b>	<b>999</b>
Cost of sales	(1,903)	(661)	188	(4,523)	(1,249)	262
<b>GROSS PROFIT</b> (Note 1)	<b>16,792</b>	<b>(358)</b>	<b>n.m.</b>	<b>35,276</b>	<b>2,370</b>	<b>1388</b>
Other income (Note 2)	2,475	780	217	4,893	1,719	184
Research and development costs (Note 3)	(611)	(252)	142	(2,078)	(1,399)	49
Selling and distribution costs (Note 4)	(286)	(302)	(5.3)	(2,080)	(944)	120
Administrative expenses (Note 5)	(3,997)	(814)	391	(6,098)	(2,009)	203
Other operating expenses (Note 6)	(81)	(4)	1,925	(1,871)	(504)	271
<b>PROFIT FROM OPERATING ACTIVITIES</b>	<b>14,292</b>	<b>(950)</b>	<b>n.m.</b>	<b>28,042</b>	<b>(767)</b>	<b>n.m.</b>
Net finance costs	10	(70)	n.m.	(70)	(71)	(1.4)
<b>PROFIT BEFORE TAX</b>	<b>14,302</b>	<b>(1,020)</b>	<b>n.m.</b>	<b>27,972</b>	<b>(838)</b>	<b>n.m.</b>
Income tax	0	0	0	0	0	0
<b>NET PROFIT AFTER TAX ATTRIBUTABLE TO SHAREHOLDERS</b>	<b>14,302</b>	<b>(1,020)</b>	<b>n.m.</b>	<b>27,972</b>	<b>(838)</b>	<b>n.m.</b>

n.m. = not meaningful

Explanatory notes:

1. Gross profit margin was 90% for 3Q 2004 and 89% for nine months ended 30 Sep 2004.

2.

	3 months ended	3 months ended	9 months ended	9 months ended
	30 September 2004	30 September 2003	30 September 2004	30 September 2003
	Rmb'000	Rmb'000	Rmb'000	Rmb'000
Other income:				
Reversal of Allowance for Doubtful receivables	-	-	287	-
V A T refund *	2,400	780	4,513	1,711
Government loan waived	75	-	75	-
Others	-	-	18	8
	2,475	780	4,893	1,719

\* The Group is entitled to a refund of value added taxes (“VAT”) on the sales of self-developed software. The VAT refund represents the amount of VAT paid in excess of 3% of software sales. The amount of VAT refund is calculated on a monthly basis and recognized as other revenue when the relevant tax authorities approve the refund.

3. The research and development costs increased 142% for 3Q 2004 and 49% for nine months ended 30 Sep 2004 respectively as compared to the corresponding periods in 2003. Such increase is mainly due to more development expenditure incurred during the period under review.

4. During 3Q 2004, the selling and distribution expenses decreased slightly. However, such expenses in the nine months ended 30 Sep 2004 increased 120% as compared to the corresponding period in 2003, which is in line with the higher sales revenue for the period under review.
5. The increase in administrative expenses in 3Q 2004 and nine months to 30 Sep 2004 are mainly due to additional staff training cost, higher directors' remuneration and amortization of intangible assets.
6. The increase in other operating expenses in 3Q 2004 and nine months ended 30 Sep 2004 is mainly due to the on-going listing cost and IPO expenses relating to listing of vendor's shares which were expensed off in 1H 2004.

#### Notes to Income Statement

	Group			Group		
	3 months ended 30 September	3 months ended 30 September	Change	9 months ended 30 September	9 months ended 30 September	Change
	2004	2003	+/(-) %	2004	2003	+/(-) %
	Rmb'000	Rmb'000		Rmb'000	Rmb'000	
Other income	2,475	780	217	4,893	1,719	184
Interest income	10	2	400	23	7	228
Finance costs (Note 1)	-	72	(100)	93	78	19
Depreciation of property, plant and equipment	81	50	62	215	147	46
Amortisation of intangible assets (note 2)	741	289	156	1,899	631	201
Foreign exchange (gain)/ loss	11	-	100	(23)	3	(867)
Allowance for doubtful debts	-	-	0	-	500	(100)
Reversal of allowance for doubtful debts	-	-	0	(287)	-	(100)

Notes :

1. Finance costs for nine months ended 30 Sep 2004 represented the amortised discount on convertible loan in a subsidiary, Market Wisdom, prior to its conversion on 27 April 2004.
2. Amortisation of intangible assets increased as compared with last period in line with a corresponding increase in intangible assets.

**1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

		Group		Company	
		30 September 2004	31 December 2003	30 September 2004	31 December 2003
Non-Current Assets	Note	Rmb'000	Rmb'000	Rmb'000	Rmb'000
Investment in subsidiary	1	-	-	38,284	-
Property, plant and equipment	2	1,261	709	232	-
Intangible assets	3	19,825	3,205	15,520	-
		<b>21,086</b>	<b>3,914</b>	<b>54,036</b>	<b>-</b>
<b>Current Assets</b>					
Inventories		14	18	-	-
Trade and other receivables		22,922	22,089	170	3,628
Amounts due from subsidiary	4	-	-	37,315	-
Cash and cash equivalents	5	106,277	37,342	17,903	10
		<b>129,213</b>	<b>59,449</b>	<b>55,388</b>	<b>3,638</b>
<b>Current Liabilities</b>					
Short-term loan	6	-	(150)	-	-
Trade and other payables		(6,336)	(7,861)	(1,931)	(3,261)
Amounts due to directors	7	(1,247)	(294)	(628)	(377)

		<b>(7,583)</b>	<b>(8,305)</b>	<b>(2,559)</b>	<b>(3,638)</b>
<b>NET CURRENT ASSETS</b>		121,630	51,144	52,829	-
		<b>142,716</b>	<b>55,058</b>	<b>106,865</b>	-
<b>Non-Current Liability</b>					
Convertible loan	<b>8</b>	-	(10,256)	-	-
<b>NET ASSETS</b>		<b>142,716</b>	<b>44,802</b>	<b>106,865</b>	-
<b>CAPITAL AND RESERVES</b>					
Share capital		47,425	10,083	47,425	-
Reserves	<b>9</b>	95,291	34,719	59,440	-
		<b>142,716</b>	<b>44,802</b>	<b>106,865</b>	-

Notes :

1. On 27 April 2004, the Company entered into a sale and purchase agreement to acquire the entire issued and paid-up capital of Market Wisdom, at the consideration of S\$7,821,414, with all rights and benefits attaching thereto with effect from 27 April 2004. The consideration was satisfied by the allotment and issue of an aggregate of 195,535,350 shares, credited as fully paid.
2. The increase in property, plant and equipment are due to the acquisition of motor vehicle and computer equipments in PRC subsidiary and purchase of office equipment for the new office in Hong Kong by the Group.
3. The increase in intangible assets is mainly due to the acquisition of Rmb 15.5 million software sets which were developed by outsider parties.
4. The amount due from subsidiaries at the Company level represented the fund transfers to the subsidiaries during the 3Q 2004.

5. Significant increase in cash and cash equivalents is mainly due to the proceed of the issuance of 49,000,000 new ordinary shares of S\$0.4 each at an issue price of S\$0.34 each pursuant to the public invitation during the current period under review.
6. Short term loan in PRC subsidiary has been fully settled during the 3Q 2004. Pursuant to the notice from X'ian government, a half of the short term loan of Rmb 75,000 is waived from the local government. The waived government loan was recognised as other income of the Group.
7. The increase in amount due to directors is mainly attributable to the IPO expenses paid by the directors on behalf of the Company during the current period.
8. Convertible loan of a subsidiary has been converted into share capital upon completion of the Restructuring Exercise on 27 April 2004.
9. Please refer to the notes under section 1d(i) for details.

**1(b) (ii) Aggregate amount of group's borrowings and debt securities.**

**Amount repayable in one year or less, or on demand**

As at 30/9/2004		As at 31/12/2003	
Secured	Unsecured	Secured	Unsecured
Rmb'000	Rmb'000	Rmb'000	Rmb'000
nil	nil	nil	150

**Amount repayable after one year**

As at 30/9/2004		As at 31/12/2003	
Secured	Unsecured	Secured	Unsecured

<b>Rmb'000</b>	<b>Rmb'000</b>	<b>Rmb'000</b>	<b>Rmb'000</b>
<b>nil</b>	<b>nil</b>	<b>nil</b>	<b>nil</b>

The government loan is fully settled during 3Q 2004.

**Details of any collateral :**

Not applicable.

**1(c) A cash flow statement (for the group) , together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Note	Group		Group	
		3 months ended 30 September 2004	3 months ended 30 September 2003	9 months ended 30 September 2004	9 months ended 30 September 2003
		Rmb'000	Rmb'000	Rmb'000	Rmb'000
<b>Operating activities</b>					
<b>Profit from ordinary activities before taxation</b>		<b>14,302</b>	<b>(1,020)</b>	<b>27,972</b>	<b>(838)</b>
<b>Adjustments for :</b>					
Depreciation of property, plant and equipment		81	50	215	147
Amortisation of intangible assets		741	289	1,899	631
IPO expenses relating to the offer of Vendor shares		-	-	1,824	-

(Reversal of)/allowance for doubtful trade receivables		-	-	(287)	-
Finance costs			72	93	78
Government loan waived		(75)	-	(75)	-
Interest income		(10)	(2)	(23)	(7)
<b>Operating profit before changes in working capital</b>		<b>15,039</b>	<b>(611)</b>	<b>31,618</b>	<b>11</b>
<b>Changes in working capital</b>					
Inventories		(1)	429	4	(413)
Trade and other receivables		4,900	(4,956)	(259)	(3,603)
Trade and other payables		(4,808)	5,578	(1,525)	3,654
Amounts due to directors		(128)	-	954	-
<b>Cash generated from/(used in) operations</b>		<b>15,002</b>	<b>440</b>	<b>30,792</b>	<b>(351)</b>
Interest received		10	2	23	7
Interest paid		-	(72)	-	(78)
Income tax paid		-	-	-	-
<b>Net cash generated from/(used in) operating activities</b>		<b>15,012</b>	<b>370</b>	<b>30,815</b>	<b>(422)</b>
		-	-	-	-
<b>Investing activities</b>		-	-	-	-
Purchase of property, plant and equipment		(312)	(48)	(767)	(66)
Acquisition of XCTC's undertakings	1	-	-	(12,037)	-
Intangible assets		(15,520)	(725)	(18,520)	(745)
<b>Net cash flows used in investing activities</b>		<b>(15,832)</b>	<b>(773)</b>	<b>(31,324)</b>	<b>(811)</b>



<b>Financing activities</b>					
Proceed from convertible loan		-	5,344	-	5,344
Repayment of government loans		(75)	-	(75)	-
Proceeds from issue of new shares, net of IPO expenses		-	-	69,519	-
<b>Net cash generated from/(used in) financing activities</b>		<b>(75)</b>	<b>5,344</b>	<b>69,444</b>	<b>5,344</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(895)</b>	<b>4,941</b>	<b>68,935</b>	<b>4,111</b>
<b>Cash and cash equivalents at beginning of the period</b>		<b>107,172</b>	<b>1,652</b>	<b>37,342</b>	<b>2,482</b>
<b>Cash and cash equivalents at end of the period</b>		<b>106,277</b>	<b>6,593</b>	<b>106,277</b>	<b>6,593</b>

Note 1: This relates to the acquisition of XCTC's undertakings on 30 January 2004 as part of the Group's Restructuring Exercise for the IPO.

**1d(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) Change in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**Statement of Changes in Equity**

<b>The Group</b>	<b>Share Capital</b>	<b>Share Premium</b>	<b>Convertible Loan Reserve</b>	<b>Merger Reserve</b>	<b>Statutory Reserves</b>	<b>Accumulated Profits</b>	<b>Foreign Exchange Reserve</b>	<b>Total</b>
	<b>Rmb'000</b>	<b>Rmb'000</b>	<b>Rmb'000</b>	<b>Rmb'000</b>	<b>Rmb'000</b>	<b>Rmb'000</b>	<b>Rmb'000</b>	<b>Rmb'000</b>
<b>At 1 January 2004</b>	<b>10,083</b>	<b>-</b>	<b>433</b>	<b>-</b>	<b>4,962</b>	<b>29,324</b>	<b>-</b>	<b>44,802</b>
Acquisition of	(10,000)	-	-	32,249	(4,962)	(29,324)	-	(12,037)



<b>At 1 January 2004</b>	-	-	-	-	-	-	-	-
New shares issued pursuant to the Restructuring Exercise ( note 1)	37,986	-	-	-	-	-	-	37,986
New shares issued pursuant to the invitation (note 2)	9,439	70,786	-	-	-	-	-	80,225
IPO expenses	-	(8,881)	-	-	-	-	-	(8,881)
Loss for the period	-	-	-	-	-	(2,426)	163	(2,263)
<b>At 30 June 2004</b>	<b>47,425</b>	<b>61,905</b>	-	-	-	<b>(2,426)</b>	<b>163</b>	<b>107,067</b>
Loss for the period	-	-	-	-	-	(1,488)	1,286	(202)
<b>At 30 September 2004</b>	<b>47,425</b>	<b>61,905</b>	-	-	-	<b>(3,914)</b>	<b>1,449</b>	<b>106,865</b>

Note 1: Upon completion of the Restructuring Exercise on 27 April 2004, the Company issued 195,535,400 ordinary shares at par of S\$0.04 each in exchange for the entire share capital of Market Wisdom and its subsidiary.

Note 2: The Company issued 49,000,000 new ordinary shares of S\$0.04 each pursuant to the public invitation at an issue price of S\$0.34 on 9 June 2004.

Note 3: China Petrotech Holdings Limited was incorporated in Singapore on 11 June 2003 (formerly known as Cenozoic Holdings Pte Ltd ) for acquiring the shares in the existing companies of Market Wisdom and its subsidiary on 27 April 2004. Accordingly, the Company remained dormant in third quarter of 2003 and no significant financial information could be presented for the statement of changes in equity for 3Q 2003. Hence, the Company only presented the financial information for the nine months ended 30 September 2004.

#### **Basis of Preparation of Financial Information**

The financial statements of China Petrotech Holdings Limited (the “Company”) and its subsidiaries (the “Group”) for the three months ended 30 September 2004 (“3Q 2004”) and nine months ended 30 September 2004 which combined

the financial results of its subsidiaries acquired upon the completion of the Restructuring Exercise on 27 April 2004. Details of the Restructuring Exercise are described in the Company's prospectus dated 31 May 2004.

The Company was incorporated in Singapore on 11 June 2003 (formerly known as Cenozoic Holdings Pte Ltd). On 27 April 2004, the Company completed the acquisition of the entire share capital in Market Wisdom International Limited ("Market Wisdom") and its subsidiary, Xi'an Cenozoic Petro Tech Co., Ltd ("XCPT"), which are principally engaged in the provision of information technology solutions, design, development and sale of standardized software solutions. The Company was admitted to the Official list of the Singapore Exchange Securities Trading Limited ("SGX-ST") on 9 June 2004.

For the purpose of inclusion in the prospectus of the Company, the combined financial statements of the Group for the period from 6 August 2001 to 31 December 2001 and the two years ended 31 December 2002 and 2003 (the "relevant period") were prepared in a manner similar to the "pooling of interest" method as if the Restructuring Exercise and the transfer of all the assets, liabilities and undertakings of Xi'an Cenozoic Technology Co., Ltd ("XCTC") had been completed on 6 August 2001. Such manner of presentation reflects the economic substance of the combining companies (namely XCTC, XCPT and the Company), which were under common control throughout the relevant period, as a single economic enterprise, although the legal parent-subsidary relationships were not established until 27 April 2004.

The combined financial statements for the year ended 31 December 2003 principally reflected the results and financial status of XCTC. However, it does not form part of the listing group pursuant to the Transfer on 30 January 2004.

As the Group's acquisitions of the undertakings of XCTC and Market Wisdom on 30 January 2004 and 27 April 2004 constitute common control transactions, the consolidated financial statements of the Group for the financial year ending 31 December 2004 will be prepared in a manner similar to the "pooling of interest" method.

All intra-group transactions and balances among the companies comprising the Group are eliminated in the preparation of the consolidated financial statements.

**1(d) (ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. Stated also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There have been no movements in the Company's share capital since 30 June 2004.

**2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the Company's auditors, Messrs KPMG.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The same accounting policies and methods of computation in the financial statements have been consistently applied by the Group for the periods presented.

**5. There any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed as well as the reasons for, and the effect of, the change.**

Not applicable

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	3 months ended 30 September 2004	3 months ended 30 September 2003	9 months ended 30 September 2004	9 months ended 30 September 2003
<b>Earnings /(loss) per ordinary share for the period based on net profit attributable to shareholders:</b>				
<b>Basic (Rmb cents) (Note 1)</b>	<b>5.85</b>	<b>(0.52)</b>	<b>12.95</b>	<b>(0.43)</b>
<b>Fully diluted (Rmb cents) (Note 1)</b>	<b>5.85</b>	<b>(0.52)</b>	<b>12.95</b>	<b>(0.43)</b>
Note 1:				
Basic and fully diluted earnings per share were based on:				
<b>Net profit / (loss) for the period (Rmb'000)</b>	<b>14,302</b>	<b>(1,020)</b>	<b>27,972</b>	<b>(838)</b>
	<b>No. of shares</b>	<b>No. of shares</b>	<b>No. of shares</b>	<b>No. of shares</b>
Shares outstanding at beginning of the period (Note 2)	244,535,400	195,535,400	195,535,400	195,535,400
Weighted average number of new shares issued during the period pursuant to the public invitation	-	-	20,386,861	-
<b>Weighted average number of shares issued during the period (Basic and diluted)</b>	<b>244,535,400</b>	<b>195,535,400</b>	<b>215,922,261</b>	<b>195,535,400</b>

Note 2. For illustrative purposes, it was assumed that the Restructuring Exercise had been completed on 1 January 2003 and the pre-invitation share capital of 195,535,400 shares had already been in issue on 1 January 2003.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the :-

(a) current financial period reported on ; and (b) immediately preceding financial year.

	Group		Company	
	30 September 2004	31 December 2003	30 September 2004	31 December 2003
Net asset value (Rmb'000)	142,716	44,802	106,865	N/a
Issued and fully paid ordinary shares (actual) (Note 1)	244,535,400		244,535,400	N/a
(on combined basis) (Note 2)	N/a	195,535,400	N/a	N/a
Net asset value per ordinary shares (Rmb cents)				
(actual) (Note 1)	58.36	N/a	43.70	N/a
(on combined basis) (Note 2)		22.91		N/a

Note 1. The net asset value per ordinary share of the Group and of the Company as at 30 September 2004 are calculated based on the issued ordinary shares of 244,535,400.

Note 2. The net asset value per ordinary share of the Group as at 31 December 2003 is calculated based on 195,535,400 ordinary shares on the assumption that the Restructuring Exercise had been completed on 31 December 2003.

8. A review of the performance for the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following :-

(a) any significant factors that affected the turnover, costs, and earnings of the group for current financial period reported on, including ( where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

## **Review of the Group Performance**

### **3Q 2004 versus 3Q 2003**

Group revenue for 3Q 2004 was RMB 18.7 million. Although this was a multi-fold rise from the RMB 0.3 million revenue recorded in 3Q 2003, the Directors would like to caution that a direct year-on-year comparison would not be meaningful as a very substantial part of the revenue in FY 2003 was recorded in the fourth quarter. This was mainly due to the timing of receipt of product acceptance reports from our customers. FY 2003 was also the first year we had the mass adoption of a standard IT solution by a major group of customers in accordance with a joint directive from their parent company. As our business matures, our quarterly results should display less of such “distortion” other than the seasonally weaker first quarter ending 31 March.

Group revenue in 3Q 2004 was mainly derived from the sales of standard software. Software upgrades and customized software contributed about 10% and 13% respectively to our Group revenue for the period under review.

In line with the sharp rise in revenue, the Group showed a turnaround from a net loss of RMB 1.0 million in 3Q 2003 to a profit of RMB 14.3 million in 3Q 2004.

During the period under review, the Group continued to expand the software product lines. In August 2004, we launched eight new software products to assist in the exploration and production for the oil and gas industry. We have completed another five new software products recently. The new products include two modules focused on greater streamlining of existing procedures, well design and monitoring system, core sample analysis system, and the Nuclear Magnetic Resonance spectrometer interface software and application system. We are in the process of registering these products with the relevant authorities.

We also have expanded into sales of specialized equipment used for data collection and analysis in oil exploration and development. We have successfully completed delivery and testing of Nuclear Magnetic Resonance equipment for a major customer in China and have also secured orders for 5 units of such equipment. The Group is also exploring the sale of other specialized equipment and provision of technical support services for the oil and gas industry in China.

### **9 Months ended 30 Sep 2004**



For the nine months ended 30 Sep 2004 the Group recorded a sharp rise in revenue to RMB 39.8 million from RMB 3.6 million in the corresponding period in the previous year. Once again, the percentage increase is not really meaningful. However the increase does indicate that there is a growing acceptance of our standard IT solutions in the oil and gas industry in China. In addition our customers have started to upgrade software products implemented more than one year ago. These software upgrades have contributed to our revenue growth during the period.

In line with the sharp rise in revenue, the Group recorded a net profit of RMB 28 million in the nine months ended 30 Sep 2004 as compared to a loss of RMB 0.8 million in the corresponding period in 2003.

**9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

The Group financial performance in 3Q 2004 was in line with the view expressed by the Directors in the half year announcement on 11 August 2004.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The Directors remain optimistic of the industry demand for IT solutions and specialized equipment for data collection and analysis in the Chinese oil and gas industry. Demand for our standard software products continues to be strong. We expect some of our new standard products to start contributing to revenue from 4Q 2004. We will also register revenue from sale of specialized equipment in 4Q 2004.

Barring unforeseen circumstances, the Directors expect the financial performance of the Group in 4Q 2004 to be better than that in 3Q 2004 and accordingly our performance in FY 2004 to be better than that in FY 2003.

**11. Dividend**

**(a) Current Financial Period Reported On**

**Any dividend declared for the corresponding period of the immediately preceding financial year?** None

**(b) Corresponding Period of the immediately preceding financial year**

**Any dividend declared for the corresponding period of the immediately preceding financial year?** None

**(c) Date payable**

Not applicable.

**(d) Book Closure Date**

Not applicable.

**12. If no dividend has been declared/recommend, a statement to that effect.**

No dividend was declared for the 9 months ended 30 September 2004.

**PART II-ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

**(This part is not applicable to Q1, Q2, Q3 or Half year Results )**

**13. Segmented revenue and results for business or geographical segments ( of the group ) in the form presented in the issuer 's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Not applicable.

**14. In review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Not applicable

**15. A breakdown of sales.**

Note applicable

**16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

**Total Annual Dividend (refer to Para 16 of appendix 7.2 for the required details)**

	<b>Latest Full Year ( )</b>	<b>Previous Full Year ( )</b>
<b>Ordinary</b>	<b>Nil</b>	<b>Nil</b>
<b>Preference</b>	<b>Nil</b>	<b>Nil</b>
<b>Total :</b>	<b>Nil</b>	<b>Nil</b>

**By Order of the Board**

**William Chan Shut Li**

**Chairman of the Board**  
**9 November 2004**