Pico Far East Holdings Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 752)

UNAUDITED INTERIM RESULTS FOR THE SIX MONTHS ENDED APRIL 30, 2008

The Board of Directors (the "Board") of Pico Far East Holdings Limited (the "Company") is pleased to announce the unaudited condensed consolidated results of the Company and its subsidiaries (the "Group") for the six months ended April 30, 2008, together with the unaudited comparative figures for the corresponding period in 2007 as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED APRIL 30, 2008

		For the six months ended April 30,	
		2008	2007
		Unaudited	Unaudited
	Note	***HK$'000***	*HK$'000*
Turnover	2	**1,201,864**	1,088,007
Cost of sales		**(816,125)**	(747,670)
Gross profit		**385,739**	340,337
Other income		**19,599**	20,060
Distribution costs		**(149,222)**	(131,119)
Administrative expenses		**(153,026)**	(130,586)
Other operating expenses		**(315)**	(565)
Profit from operations		**102,775**	98,127
Finance costs	3	**(1,198)**	(1,673)
		101,577	96,454
Share of profits of associates		**10,400**	8,469
Profit before tax		**111,977**	104,923
Income tax expense	4	**(19,748)**	(15,844)
Profit for the period	5	**92,229**	89,079
Attributable to:			
Equity holders of the Company		**81,022**	80,270
Minority interests		**11,207**	8,809
		92,229	89,079
Dividends paid	6	**41,867**	41,806
EARNINGS PER SHARE	7		
Basic		**6.77 cents**	6.72 cents
Diluted		**6.76 cents**	6.70 cents

CONDENSED CONSOLIDATED BALANCE SHEET

AT APRIL 30, 2008

	Note	April 30, 2008 Unaudited HK$'000	October 31, 2007 Audited HK$'000
Non-current Assets			
Investment properties		**40,787**	38,713
Property, plant and equipment		**266,877**	261,990
Prepaid land lease payments		**59,169**	58,986
Intangible assets		**15,245**	14,090
Interests in jointly controlled entities		**7,571**	7,332
Interests in associates		**107,931**	97,163
Club membership		**5,443**	5,430
Available-for-sale financial assets		**346**	293
		503,369	483,997
Current Assets			
Inventories		**25,391**	24,040
Contract work in progress		**35,503**	35,220
Debtors, deposits and prepayments	8	**630,628**	577,791
Amounts due from associates		**31,822**	20,298
Amounts due from jointly controlled entities		**3,055**	4,807
Current tax assets		**271**	305
Pledged bank deposits		**8,876**	8,702
Bank and cash balances		**520,919**	471,826
		1,256,465	1,142,989
Current Liabilities			
Payments received on account		**184,387**	183,768
Creditors and accrued charges	9	**566,503**	498,629
Amounts due to associates		**13,552**	7,501
Current tax liabilities		**18,933**	28,292
Borrowings		**14,738**	29,991
Finance lease obligations		**1,872**	1,861
		799,985	750,042
Net Current Assets		**456,480**	392,947
Total Assets Less Current Liabilities		**959,849**	876,944
Non-current Liabilities			
Borrowings		**20,601**	19,106
Finance lease obligations		**3,012**	3,466
Deferred tax liabilities		**12,843**	11,850
		36,456	34,422
Net Assets		**923,393**	842,522
Capital and Reserves			
Share capital		**59,810**	59,771
Reserves		**789,584**	717,182
Equity attributable to equity holders of the Company		**849,394**	776,953
Minority Interests		**73,999**	65,569
Total Equity		**923,393**	842,522

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED APRIL 30, 2008

1. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

These unaudited condensed consolidated interim financial statements have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") and the Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA").

These unaudited condensed consolidated interim financial statements have been prepared under the historic cost convention, as modified by investment properties and certain investments which are carried at their fair values.

The accounting policies and basis of preparation used in the preparation of these unaudited condensed interim financial statements are consistent with those used in the annual accounts for the year ended October 31, 2007.

In the current interim period, the Group has applied, for the first time, a number of new and revised Hong Kong Financial Reporting Standards ("HKFRSs") and HKASs and Interpretations (hereinafter collectively referred to as ("new HKFRSs") issued by the HKICPA that are effective for accounting periods beginning on or after November 1, 2007. The adoption of these new HKFRSs did not result in substantial changes to the Group's accounting polices and amounts reported for the current year and prior years.

The Group has not applied the new HKFRSs that have been issued but are not yet effective. The application of these new HKFRSs will not have material impact on the financial statements of the Group.

2. TURNOVER AND SEGMENT INFORMATION

The Group is principally engaged in the exhibition stand design and fabrication; museum, theme park and interior fit-out; sign advertising; conference and show management; and their related business.

(i) Primary reporting format – geographical segments

The Group operates, through its subsidiaries, associates and jointly controlled entities on a worldwide basis, and mainly in three major geographical areas – Greater China (including Hong Kong, Mainland China, Macau and Taiwan), Asia other than Greater China (including mainly Singapore, Malaysia, Japan, Middle East, South Korea, Vietnam, etc), and other countries include North America, United Kingdom and France.

In presenting information on the basis of geographical segments, segment revenue and segment operating results are based on the geographical location of customers, as follows:

Income Statement
For the six months ended April 30, 2008

	Greater China Unaudited *HK$'000*	Asia other than Greater China Unaudited *HK$'000*	Others Unaudited *HK$'000*	Elimination Unaudited *HK$'000*	Group Unaudited *HK$'000*
REVENUE					
External sales	**587,296**	**522,191**	**92,377**	**–**	**1,201,864**
Inter-segment sales	**79,982**	**24,817**	**5,488**	**(110,287)**	**–**
Total revenue	**667,278**	**547,008**	**97,865**	**(110,287)**	**1,201,864**

Inter-segment sales are charged at prevailing market rates.

	Greater China Unaudited *HK$'000*	Asia other than Greater China Unaudited *HK$'000*	Others Unaudited *HK$'000*	Elimination Unaudited *HK$'000*	Group Unaudited *HK$'000*
RESULTS					
Segment results	**48,399**	**56,173**	**5,175**		**109,747**
Interest income					**4,004**
Unallocated costs					**(10,976)**
Profit from operations					**102,775**
Finance costs					**(1,198)**
Share of profits of associates	**723**	**9,237**	**440**		**10,400**
Profit before tax					**111,977**
Income tax expense					**(19,748)**
Profit for the period					**92,229**

Income Statement
For the six months ended April 30, 2007

	Greater China Unaudited *HK$'000*	Asia other than Greater China Unaudited *HK$'000*	Others Unaudited *HK$'000*	Elimination Unaudited *HK$'000*	Group Unaudited *HK$'000*
REVENUE					
External sales	521,585	469,078	97,344	–	1,088,007
Inter-segment sales	131,393	18,484	6,592	(156,469)	–
Total revenue	652,978	487,562	103,936	(156,469)	1,088,007

Inter-segment sales are charged at prevailing market rates.

	Greater China	Asia other than Greater China	Others	Elimination	Group
RESULTS					
Segment results	44,075	53,533	5,219		102,827
Interest income					3,963
Unallocated costs					(8,663)
Profit from operations					98,127
Finance costs					(1,673)
Share of profits of associates	4,245	3,318	906		8,469
Profit before tax					104,923
Income tax expense					(15,844)
Profit for the period					89,079

(ii) Secondary reporting format – business segments

The Group's business is mainly categorised into four main business segments:

- Exhibition and event marketing services;
- Museum, theme park and interior fit-out;
- Sign advertising; and
- Conference and show management.

Revenue, which is also the Group's turnover, is analysed as follows:

	For the six months ended April 30, 2008 Unaudited ***HK$'000***	2007 Unaudited *HK$'000*
Exhibition and event marketing services	**969,765**	923,253
Museum, theme park and interior fit-out	**118,598**	70,556
Sign advertising	**98,069**	79,888
Conference and show management	**15,432**	14,310
	1,201,864	1,088,007

3. FINANCE COSTS

	For the six months ended April 30,	
	2008	2007
	Unaudited	Unaudited
	HK$'000	*HK$'000*
Interest on bank borrowings	**1,061**	1,526
Finance charges in respect of finance lease obligations	**137**	147
Total borrowing costs	**1,198**	1,673

4. INCOME TAX EXPENSE

	For the six months ended April 30,	
	2008	2007
	Unaudited	Unaudited
	HK$'000	*HK$'000*
The charge comprises:		
Profits tax for the period		
Hong Kong	**55**	2,069
Overseas	**20,017**	13,311
(Over) under provision in prior periods		
Hong Kong	**22**	205
Overseas	**(183)**	238
	19,911	15,823
Deferred tax	**(163)**	21
	19,748	15,844

Hong Kong profits tax is calculated at 16.5% (2007: 17.5%) on the estimated assessable profit for the period. A portion of the Group's profit is derived offshore and is not subject to Hong Kong profits tax.

Tax charge on profits assessable elsewhere has been calculated at the rates of tax prevailing in the countries in which the Group operates, based on existing legislation, interpretation and practices in respect thereof.

The Group did not have any significant unprovided deferred tax for the period.

5. PROFIT FOR THE PERIOD

Profit for the period has been arrived at after charging:

	For the six months ended April 30, 2008 Unaudited *HK$'000*	2007 Unaudited *HK$'000*
Depreciation	**14,883**	15,367
Cost of inventories sold	**111,336**	71,335
Allowance for bad and doubtful debts	**666**	1,249
Loss on disposal of property, plant and equipment	**30**	544
Operating lease rentals in respect of:		
– Amortisation of prepaid land lease payments	**579**	785
and after crediting:		
Interest income	**4,004**	3,963
Gain on disposal of property, plant and equipment	**124**	456

6. DIVIDENDS PAID

	For the six months ended April 30, 2008 Unaudited *HK$'000*	2007 Unaudited *HK$'000*
2007 final dividend – HK3.5 cents per share (2006: HK3.5 cents per share)	**41,867**	41,806

Notes:

(a) The 2007 final dividend of the year ended October 31, 2007 of HK$41,867,000 (2006: HK$41,806,000), were approved after the balance sheet date. Under the Group's accounting policy, they were charged in the periods in which they were proposed and approved.

(b) The Board has determined that an interim dividend of HK3.5 cents per share (2007: HK3.5 cents) be payable on Friday, August 8, 2008 to the shareholders on the register of members of the Company on Friday, August 1, 2008.

7. EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share is based on the following data:

	For the six months ended April 30,	
	2008	2007
	Unaudited	Unaudited
	HK$'000	*HK$'000*
Earnings for the purposes of basic and diluted earnings per share	**81,022**	80,270
Weighted average number of ordinary shares for the purpose of basic earnings per share	**1,196,190,708**	1,194,210,347
Effect of dilutive potential ordinary shares in respect of options	**3,049,838**	3,555,014
Weighted average number of ordinary shares for the purpose of diluted earnings per share	**1,199,240,546**	1,197,765,361

8. DEBTORS, DEPOSITS AND PREPAYMENTS

The Group allows an average credit period of 30 to 90 days to its trade customers.

Included in debtors, deposits and prepayments are trade debtors of approximately HK$468,410,000 (as at October 31, 2007: HK$456,458,000), an ageing analysis of which at the reporting date is as follows:

	April 30, 2008	October 31, 2007
	Unaudited	Audited
	HK$'000	*HK$'000*
0-90 days	**373,373**	384,017
91-180 days	**56,968**	39,995
181-365 days	**27,014**	29,066
More than 1 year	**11,055**	3,380
	468,410	456,458

9. CREDITORS AND ACCRUED CHARGES

Included in creditors and accrued charges are trade creditors of approximately HK$251,772,000 (as at October 31, 2007: HK$204,419,000), an ageing analysis of which at the reporting date is as follows:

	April 30, 2008	October 31, 2007
	Unaudited	Audited
	HK$'000	*HK$'000*
0-90 days	**215,444**	156,998
91-180 days	**16,081**	33,726
181-365 days	**9,108**	6,269
More than 1 year	**11,139**	7,426
	251,772	204,419

10. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's presentation. The new classification of the accounting items was considered to provide a more appropriate presentation of the state of affairs of the Group.

INTERIM DIVIDEND

The Board recommends the payment of an interim dividend of HK3.5 cents per share for the period ended April 30, 2008 (six months ended April 30, 2007: HK3.5 cents). The interim dividend will be payable on Friday, August 8, 2008 to shareholders on the register of members of the Company on Friday, August 1, 2008.

CLOSURE OF THE REGISTER OF MEMBERS

The register of members will be closed from Tuesday, July 29, 2008 to Friday, August 1, 2008, both days inclusive, during which period no transfers of shares will be registered. In order to qualify for the interim dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company's Registrars, Union Registrars Limited, at Room 1901-02, Fook Lee Commercial Centre, Town Place, 33 Lockhart Road, Wanchai, Hong Kong, not later than 4:00 pm on Monday, July 28, 2008.

BUSINESS REVIEW AND PROSPECTS

Results

The Group performed well for the six months ended April 30, 2008. Total revenue of HK$1,202 million exceeded that of the previous corresponding period by about HK$114 million or 10.5% although the first half of financial year 2007 had included a substantial one-off combined revenue of HK$160 million from the ITU Telecom World held in Hong Kong and the Doha Asian Games.

Profit before tax rose from HK$104.9 million to HK$112.0 million or an increase 6.8%. Profit attributable to equity holders of the Company also improved to HK$81 million (six months ended April 30, 2007: HK$80 million).

The Group has achieved sustainable growth in revenue from the exhibition industry through its wide range of exhibition and related services and its international network of offices. During the period under review, the Group provided comprehensive venue services to exhibition organisers as well as design-build services to various exhibitors in several major exhibitions such as:

1. The 1st Motor World Macau in November 2007

2. The International Petroleum Technology Conference and Exhibition in Dubai in December 2007

3. Singapore Airshow in February 2008

4. The 29th Bangkok International Motor Show in April 2008

5. Asia Pacific Leather Fair in Hong Kong in April 2008

6. China Sourcing Fair in Hong Kong in April 2008

7. The 10th Beijing International Automotive Industry Exhibition in April 2008

8. Vietnam Textile and Garment Industry Expo in Ho Chi Minh City in April 2008

Besides regular exhibitions, the Group also assists companies to launch their own marketing events such as road shows and various forms of product launches. Participation in the regular exhibitions, particularly in large countries like China, India, etc, is necessary but there is inadequate exposure for many companies to promote their products to the final consumers. Therefore, year round event marketing activities such as road shows, sponsorship events, and product launches are also necessary. During the first half of the year, the Group provided event marketing services to many companies such as:

1. HSBC Women's Golf Championship in Singapore

2. Motorola road shows in several cities in the United States

3. Chevrolet Captiva product launch events in Kuala Lumpur and Bangkok

4. Skoda road shows in several cities in China

5. Nokia, Mercedes-Benz, Toyota and Nissan events and road shows in Thailand

6. Christmas and New Year festive decorations for several shopping malls in Hong Kong

The Group also organise and/or manage exhibitions such as:

1. ICT Expo in Bangkok in November 2007

2. Asia Game Show in Hong Kong in December 2007

3. International Furniture Fair in Singapore in March 2008

4. China EPower in Shanghai in April 2008

5. Incentives Travel and Conventions, Meetings in Shanghai in April 2008

In the museum and interior fit-out segment, our scope of services also includes research, development and content besides fabrication. Some of the projects in the first half of the year were:

1. "It's A Small World" at Hong Kong Disneyland

2. Museum of Siam (NDMI) in Bangkok

3. Boise Watershed Environment Education Centre in Idaho, the United States

4. KPMG office in Kuala Lumpur

5. Stores for Blush, Duty Free Americas, Ferrari and See's Candies in Macau

6. OSIM stores in Hong Kong and Macau

7. Land Transport Gallery in Singapore

In the advertising signage segment, the Group has extended its business in China to the banking and petrol station sectors besides the restaurant and automobile sectors. The Group also fabricates signage for overseas customers which now account for about 20% of its revenue. Some of the projects in the first half of the year were:

1. McDonald's in China

2. Major car companies such as Shanghai General Motors, Nissan Infiniti in China and overseas, Mercedes-Benz in China, Dodge in Northern China and Dacia in France

3. International banks and local banks in China such as Citibank, The Royal Bank of Scotland, Industrial and Commercial Bank of China and Shanghai Pudong Development Bank

4. IKEA in China and Japan and Total Sinochem in China

Liquidity and Financial Information

The total net tangible assets of the Group was HK$834 million (at October 31, 2007: HK$763 million). At April 30, 2008, the bank and cash balances including pledged bank deposits was approximately HK$530 million, representing an increase of HK$49 million or 10.2% when compared with HK$481 million on October 31, 2007. The Group's total borrowings decreased by HK$13 million compared with that on October 31, 2007. Amount due within one year was HK$15 million (at October 31, 2007: HK$30 million), and the remaining portion due more than one year amounted to HK$21 million (at October 31, 2007: HK$19 million).

The liquidity ratios of the Group as at April 30, 2008 are as follows:

			April 30, 2008	October 31, 2007
(i)	Current ratio	(Current assets/Current liabilities)	**1.57 times**	1.52 times
(ii)	Liquidity ratio	(Current assets – excluding inventories and contract work in progress/Current liabilities)	**1.49 times**	1.44 times
(iii)	Gearing ratio	(Long term borrowings/Total assets)	**1.17%**	1.17%

In terms of liquidity, the Group continues to preserve our sound financial position. The current ratio, liquidity ratio and gearing ratio were stable. All in all, the long term and short term liquidity continue to be healthy, and the existing financial position can facilitate us to capitalize on any future business opportunities.

Although our subsidiaries are located in many different countries of the world, over 69% of the Group's sales and purchases were denominated in Singapore dollars, Hong Kong dollars, Renminbi ("RMB") and US dollars, and the remaining 31% were denominated in other Asian currencies and European currencies. Bank borrowings are mainly denominated in Singapore dollars, Hong Kong dollars and RMB, and the interest is charged on a floating rate basis.

The Group has certain exposure to foreign currency risk as most of its business transactions, assets and liabilities are principally denominated in Hong Kong dollars, US dollars, Singapore dollars and RMB. The Group monitors its foreign currency exposure closely and considers hedging significant foreign currency exposure should the need arise.

Employees and Emoluments Policies

At April 30, 2008, the Group employs a total of approximately 2,300 full time employees (at October 31, 2007: 2,300) engaged in project management, design, production, sales and marketing and administration, which was supported by a large pool of subcontractors and suppliers. The staff costs incurred in the period was HK$205 million (six months ended April 30, 2007: HK$174 million).

The Group's emolument policies are formulated on the performance of individual employees and on the basis of the trends of salaries in various regions, which will be reviewed regularly every year. Apart from provident fund scheme and medical insurance, discretionary bonuses and employee share options are also awarded to employees according to the assessment of individual performance.

Pledge of Assets

At April 30, 2008, the following assets were pledged as collaterals for credit facilities granted to the Group by certain banks.

	April 30, 2008 Unaudited ***HK$'000***	October 31, 2007 Audited *HK$'000*
Pledged bank deposits	**8,876**	8,702
Freehold land and buildings	**18,252**	15,949
Leasehold land	**10,927**	10,597
Leasehold buildings	**16,645**	16,489
Investment properties	**34,410**	32,336
Trade debtors	**21,982**	16,897
Equipment	**2,385**	2,605
	113,477	103,575

Commitments

(a) *Operating Lease Commitments*

At April 30, 2008, the Group had the total future minimum lease payments under non-cancellable operating leases in respect of rented premises and equipment are payable as follows:

	April 30, 2008		October 31, 2007	
	Rented premises Unaudited ***HK$'000***	**Equipment Unaudited** ***HK$'000***	Rented premises Audited *HK$'000*	Equipment Audited *HK$'000*
Within one year	**20,325**	**471**	17,463	307
In the second to fifth year inclusive	**41,732**	**222**	44,820	327
Over five years	**89,899**	**–**	86,545	–
	151,956	**693**	148,828	634

(b) Capital Commitments

	April 30, 2008 Unaudited	October 31, 2007 Audited
	HK$'000	*HK$'000*
Capital expenditure in respect of property, plant and equipment		
– contracted but not provided for	**112,741**	2,642
– authorised but not contracted for	**–**	5,467
	112,741	8,109

The Group did not have any other significant capital commitments at April 30, 2008.

Contingent Liabilities

Financial Guarantees issued

At April 30, 2008, the Group has issued the following guarantees:

	THE GROUP		**THE COMPANY**	
	April 30, 2008 Unaudited	October 31, 2007 Audited	**April 30, 2008 Unaudited**	October 31, 2007 Audited
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Guarantees given to banks in respect of banking facilities granted to				
– subsidiaries	**–**	–	**509,412**	509,351
– associates	**37,404**	17,000	**–**	–
– investee company	**4,000**	4,000	**–**	–
	41,404	21,000	**509,412**	509,351
Performance guarantees				
– secured	**–**	6,158	**–**	–
– unsecured	**13,941**	4,596	**–**	–
	13,941	10,754	**–**	–
Other guarantees				
– unsecured	**776**	1,167	**–**	–

At April 30, 2008, the Directors do not consider it is probable that a claim will be made against the Group under any of the above guarantees.

The fair value of the guarantees at date of inception is not material and is not recognised in the financial statements.

Since 2003, two subsidiaries and an associate of the Company have been named as defendants in a civil proceedings in Dubai brought by the other shareholder of the Company's subsidiary Pico International (Middle East) L.L.C. which had been placed under receivership. Currently, an award of Dirhams 50,000 or HK$100,000 was made by the court to the plaintiff against the defendants for moral damages in April 2008 but this is still under appeal by both parties. A provision of HK$100,000 has been made in the financial statements.

In 2006, Pico Hong Kong Limited ("Pico Hong Kong"), a subsidiary of the Company, was notified of a default judgement given by a district court in northern Italy against it in the sum of about Euro 1 million or HK$12 million. Pico Hong Kong appealed and the court has suspended the enforcement of the default judgement pending a further hearing in April 2009. No provision has been made in the financial statements as Pico Hong Kong did not enter into any purchase of services contract with the plaintiff which is the subject of the plaintiff's claim. Pico Hong Kong was only a shareholder of an Italian company now in liquidation to which the plaintiff supplied services.

Prospects

In spite of the continuing poor economic outlook in the United States and global inflation caused by high oil prices, we believe that the exhibition and event marketing business will be resilient as the rest of the world still wants to do business in Asia.

Predictions are that China will become a global economic superpower, the Gulf States of the Middle East a global financial superpower, and India an information technology powerhouse, within another decade or so. All this will continue to strengthen Asia as a place to hold exhibitions, trade shows, conferences and events.

Looking immediately ahead, we expect business in the second half of the year to remain promising. Several important projects will be booked in the second half of the year which include projects at the Beijing Olympic Games, Formula One Singapore Grand Prix, World Expo in Zaragoza, and the combined textile machinery show, International Textile Machinery Association (ITMA) + China International Textile Machinery Exhibition (CITME) in Shanghai.

As the world economy evolves and adjusts to the high commodities prices which are here to stay, so will businesses like ours also adjust to the new operating conditions. Against this backdrop of a new global economy, we look forward to the next year where potential business would come from the two integrated resorts in Singapore, Shanghai World Expo 2010, Guangzhou Asian Games 2010, and many new convention and exhibition centres which have been completed or will be completed over the next two years in Asia.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the period ended April 30, 2008, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities.

CORPORATE GOVERNANCE

During the six months ended April 30, 2008, the Company has complied with the provisions of the Code on Corporate Governance Practices (the "CG Code Provision") as set out in Appendix 14 of the Listing Rules, except for the following deviations:

CG Code Provision A2.1 stipulates that the role of the Chairman and the Chief Executive Officer should be separated and should not be performed by the same individual. Given the current corporate structure, there is no separation between the roles of the Chairman and the Chief Executive Officer. Although the responsibilities of the Chairman and the Chief Executive Officer are vested in one person, all major decisions are made in consultation with the Board members and the senior management of the Company. There are three Independent Non-Executive Directors and one Non-Executive Director in the Board. The Board considers that there is sufficient balance of power and the current arrangement maintains a strong management position of the Company.

CG Code Provision A4.1 requires that Non-Executive Directors should be appointed for a specific term, subject to re-election. All existing Non-Executive Directors of the Company are not appointed for specific term, but are subject to retirement and re-election at the Company's annual general meeting. The Articles of Association of the Company requires one-third of the Directors retire by rotation. In the opinion of the Directors, it meets the same objective as the CG Code Provision A4.1.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors as set out in Appendix 10 of the Listing Rules as the code of conduct regarding securities transactions by Directors. Having made specific enquiry, the Company confirms that the Directors complied with the required standard set out in the Model Code for the period ended April 30, 2008.

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed internal control and financial reporting matters including the review of the unaudited interim financials.

DISCLOSURE OF INFORMATION ON WEBSITES

This results announcement is available for viewing on the website of Hong Kong Exchange and Clearing Limited at www.hkex.com.hk under "Latest Listed Companies Information" and at the website at http://pico.quamir.com/JSOD/jsp/e/ipo.jsp?lang=e&code=0752.

The 2008 interim report of the Company containing financial statements and notes to the financial statements will be dispatched to the shareholders of the Company and will be published on the above websites in due course.

By Order of the Board
Leung Hoi Yan
Company Secretary

Hong Kong, July 2, 2008

As at the date of this announcement, (i) the executive directors of the Company are Mr. Lawrence Chia Song Huat, Mr. James Chia Song Heng and Mr. Yong Choon Kong; (ii) the non-executive director is Mr. Frank Lee Kee Wai; (iii) the independent non-executive directors are Mr. Gregory Robert Scott Crichton, Mr. Charlie Yucheng Shi and Mr. James Patrick Cunningham.