Hong Kong Exchange and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

建美集團有限公司*

MAE HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 851)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 31 OCTOBER 2008

The board of directors (the "Board") of MAE Holdings Limited (the "Company"), announces the unaudited condensed interim results of the Company and its subsidiaries (together the "Group") for the six months ended 31 October 2008, together with comparative figures for the corresponding period in 2007. The unaudited condensed interim results have been reviewed by the Company's audit committee.

CONDENSED CONSOLIDATED INCOME STATEMENT

For the period ended 31 October 2008

	Notes	**2008** *HK$'000* **(Unaudited)**	2007 *HK$'000* (Unaudited)
CONTINUING OPERATIONS:			
Turnover	*2*	**9,251**	6,874
Cost of sales		**(9,006)**	(6,722)
Gross profit		**245**	152
Other revenue	*2*	**14**	7,988
Administrative and operating expenses		**(1,826)**	(2,635)
(Loss)/profit from operations		**(1,567)**	5,505
Finance costs		**(2,189)**	(2,583)
Gain on disposal of subsidiaries	*11*	**41,326**	—
Profit before taxation	*3*	**37,570**	2,922
Income tax	*4*	**—**	—
Profit from continuing operations		**37,570**	2,922
DISCONTINUED OPERATIONS:			
Loss for the period from discontinued operations		**(1,967)**	(20,359)
Profit/(loss) for the period		**35,603**	(17,437)
Earnings/(loss) per share	*6*		
From continuing and discontinued operations			
Basic		**HK$0.16**	(HK$0.16)
Diluted		**HK$0.04**	(HK$0.02)
From continuing operations			
Basic		**HK$0.17**	HK$0.03
Diluted		**HK$0.04**	HK$0.01

* *for identification purpose only*

CONDENSED CONSOLIDATED BALANCE SHEET

As at 31 October 2008

	Notes	31 October 2008 HK$'000 (Unaudited)	30 April 2008 HK$'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment		**253**	1,080
		253	1,080
CURRENT ASSETS			
Trade and other receivables	7	**3,228**	15,781
Cash and cash equivalents		**7,450**	15,728
		10,678	31,509
CURRENT LIABILITIES			
Trade and other payables	8	**(6,721)**	(37,837)
Other borrowings, unsecured	9	**—**	(20,966)
Current taxation		**—**	(5,287)
Convertible notes	10	**(981)**	(1,279)
		(7,702)	(65,369)
NET CURRENT ASSETS/(LIABILITIES)		**2,976**	(33,860)
TOTAL ASSETS LESS CURRENT LIABILITIES		**3,229**	(32,780)
NON-CURRENT LIABILITIES			
Convertible notes	10	**(43,911)**	(43,118)
NET LIABILITIES		**(40,682)**	(75,898)
CAPITAL AND RESERVES			
Share capital		**25,167**	14,367
Reserves		**(65,849)**	(90,265)
TOTAL DEFICIT		**(40,682)**	(75,898)

Notes:

1. **Basis of preparation and principal accounting policies**

The unaudited condensed consolidated interim financial statements for the six months ended 31 October 2008 have been prepared in accordance with the disclosure requirements of Appendix 16 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited ("Listing Rules") and Hong Kong Accounting Standard ("HKAS") 34 "Interim financial reporting" issued by the Hong Kong Institute of Certified Public Accountants.

The unaudited condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 30 April 2008.

The accounting policies and basis of preparation adopted in the preparation of these unaudited condensed consolidated interim financial statements are consistent with those used in the Group's audited financial statements for the year ended 30 April 2008.

Certain comparative figures have been reclassified to conform to the current period's presentation.

2. **Segment information**

Business segments
For the six months ended 31 October

	Electrical products		**Adaptors and transformers**		**Trading of copper concentrate and others**		**Total**	
	2008	2007	**2008**	2007	**2008**	2007	**2008**	2007
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
Turnover	**3,083**	6,874	**—**	—	**6,168**	—	**9,251**	6,874
Segment results	**(165)**	149	**—**	—	**(331)**	—	**(496)**	149
Unallocated corporate income							**14**	7,988
Unallocated corporate expenses							**(1,085)**	(2,632)
(Loss)/profit from operations							**(1,567)**	5,505
Finance costs							**(2,189)**	(2,583)
Gain on disposal of subsidiaries							**41,326**	—
Profit for the period							**37,570**	2,922

3. Profit before tax

The Group's profit before tax has been arrived at after charging.

	Continuing For the six months 31 October		Discontinued For the six months 31 October		Total For the six months 31 October	
	2008	2007	**2008**	2007	**2008**	2007
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
Amortization of deferred costs	**—**	—	**—**	57	**—**	57
Depreciation of property, plant and equipment	**66**	9	**—**	1,080	**66**	1,089
Loss on write off of fixed assets	**—**	—	**796**	—	**796**	—
And after (crediting):						
Waiver of loan and interest from former shareholder	**—**	(7,828)	**—**	—	**—**	(7,828)
Gain on disposal of subsidiaries	**(41,326)**	—	**—**	(202)	**(41,326)**	(202)

4. Income tax

No provision for Hong Kong profits tax has been made in the financial statements as the Group does not have any assessable profits for the period (2007: Nil).

No provision for People's Republic of China (the "PRC") enterprise income tax has been made in the financial statements as the PRC subsidiary incurred a tax loss for the period (2007: Nil).

5. Interim dividend

The Board does not recommend the payment of any interim dividend for the six months ended 31 October 2008 (2007: Nil).

6. Earnings/(loss) per share

(a) Basic

From continuing and discontinued operations

The calculation of the basic earnings/(loss) per share attributable to equity holders of the Company is based on the following data:

	For the six months ended 31 October	
	2008	2007
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Profit/(loss) for the purpose of basic earnings/(loss) per share	**35,603**	(17,437)
Weighted average number of ordinary shares for the purpose of basic earnings/(loss) per share	**220,754,113**	109,218,876

From continuing operations

The calculation of the basic earnings per share from continuing operations attributable to equity holders of the Company is based on the following data:

	For the six months ended 31 October	
	2008	2007
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Profit/(loss) attributable to equity holders of the Company	**35,603**	(17,437)
Loss from discontinued operations	**1,967**	20,359
Profit for the purpose of basic earnings per share from continuing operations	**37,570**	2,922

(b) Diluted

The diluted earnings per share, is calculated based on the profit attributable to the equity holders of the Company and profit for the period from continuing operations, adjusted to eliminate the interest expense less the tax effect, to arrive at the adjusted earnings of HK$37,431,000 and HK$39,397,158, respectively (2007: loss of HK$(15,280,000) and profit of HK$5,079,000, respectively) and the weighted average number of 946,715,156 shares (2007: 916,723,767) after adjusting for the effects of all potential dilutive ordinary shares.

(c) Weighted average number of ordinary shares (diluted)

	For the six months 31 October	
	2008	2007
	Number of shares	*Number of shares*
Weighted average number of ordinary shares for calculating basic earnings per share	**220,754,113**	109,218,876
Adjustment for assumed conversion of convertible notes	**725,961,043**	807,504,891
Weighted average number of ordinary shares for calculating diluted earnings per share	**946,715,156**	916,723,767

From discontinued operations

For the six months ended 31 October, 2008, basic loss per share from discontinued operations was HK$0.01 per share (six months ended 31 October, 2007: HK$0.19 per share). The calculation of the basic loss per share was based on the loss for the period from the discontinued operations of HK$1,967,000 (six months ended 31 October, 2007: HK$20,359,000) attributable to the ordinary equity holders of the Company. The denominators used are the same as those detailed above for both basic and diluted loss per share.

7. Trade and other receivables

	31 October 2008	30 April 2008
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade receivables	**3,000**	20,306
Less: allowance for doubtful debts	**—**	(7,008)
	3,000	13,298
Prepayments, deposits and other receivables	**228**	2,483
	3,228	15,781

(a) Included in trade and other receivables are trade receivables (net of impairment losses for bad and doubtful debts) with the following ageing analysis:

	31 October 2008 *HK$'000* **(Unaudited)**	30 April 2008 *HK$'000* (Audited)
0 — 90 days	**3,000**	13,298
91 — 180 days	**—**	—
Over 180 days	**—**	—
	3,000	13,298

The Group allows an average credit period of 0 day to 90 days to its trade customers.

8. Trade and other payables

	31 October 2008 *HK$'000* **(Unaudited)**	30 April 2008 *HK$'000* (Audited)
Trade payables	**2,450**	32,478
Other payables and accruals	**4,271**	5,359
	6,721	37,837

(a) Included in trade and other payables are trade payables with the following ageing analysis:

	31 October 2008 *HK$'000* **(Unaudited)**	30 April 2008 *HK$'000* (Audited)
0 — 90 days	**2,450**	19,540
91 — 180 days	**—**	—
Over 180 days	**—**	12,938
	2,450	32,478

9. Borrowings

	Group	
	31 October 2008	30 April 2008
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Non interest-bearing		
Other loan — unsecured	**20,966**	20,966
Disposal of subsidiaries *(Note 11(b))*	**(20,966)**	—
	—	—

10. Convertible notes

The movement of the liability component of the convertible notes for the six months ended at 31 October 2008 is set out below:

	Group and Company
	HK$'000
	(Unaudited)
Liability component as at 1 May 2008	**44,397**
Conversion into shares	**(371)**
Interest expenses	**2,189**
Interest paid	**(1,323)**
Liability component as at 31 October 2008	**44,892**

A total of 108,000,000 ordinary shares at par value of HK$0.1 each of the Company were issued as a result of the conversions of HK$10,800,000 convertible notes during the period.

11. Discontinued operation and disposal of subsidiaries

On 28 October 2008, the Group entered into the sale and purchase agreement to sell the entire equity interest in the issued capital of Mei Ah Electrical & Industry (HK) Limited, Mei Ah Management Services Limited and Mei Ah Industrial Limited (collectively, the "Disposal Group"), all being direct and wholly owned subsidiary of the Company, for an aggregate consideration of US$1, subject to the conditions precedent thereto. The disposal has been completed on the same date. Details of the transaction were disclosed in the Company's circular dated 18 November 2008.

(a) The results of the discontinued operations for the period up to the date of disposal were as follows:

	Period ended 28 October **2008**	2007
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Turnover	**—**	4,406
Cost of sales	**—**	(17,714)
	—	(13,308)
Other revenue	**—**	378
Selling and distribution costs	**—**	(801)
Administrative expenses	**(45)**	(4,458)
Other operating expenses	**(1,922)**	(2,118)
Finance costs	**—**	(254)
Gain on disposal of subsidiaries	**—**	202
Loss before taxation	**(1,967)**	(20,359)
Income tax	**—**	—
Loss for the period	**(1,967)**	(20,359)

(b) Carrying value of net assets/(liabilities) disposed of:

	As at 28 Oct 2008
	HK$'000
	(unaudited)
Property, plant and equipment	**—**
Prepayment and other receivables	**548**
Cash and cash equivalents	**14**
Trade payables	**(12,938)**
Other payables and accruals	**(2,739)**
Taxation	**(5,244)**
Other loan	**(20,966)**
Total net liabilities of the Disposal Group	**(41,325)**

MANAGEMENT DISCUSSION AND ANALYSIS

Business and financial review

The Group has continued its efforts in streamlining and rationalizing its structure and operations. The manufacturing and trading of adaptors and transformers continued to suffer since October 2007, with no revenue recorded for the period. In view of its continually adverse trading environment and operating performance, the Board considered it beneficial to divest these operations. On 28 October 2008, the Group entered into the sale and purchase agreement to sell the entire equity interest in the issued capital of Mei Ah Electrical & Industry (HK) Limited, Mei Ah Management Services Limited and Mei Ah Industrial Limited (collectively, the "Disposal Group"). The disposal of the entire equity interest in the Disposal Group represents a discontinuance of the manufacturing and trading of adaptors and transformers operation, and has therefore been accounted for accordingly in the interim results.

The disposal of the entire equity interest in the Disposal Group, is part of the Group's new business development strategy, we are of the view that the disposal is conducive to curtailing further operating and financial losses of the Group, and helps to preserve financial and cash resources which can be invested in the businesses of trading of electrical products, copper concentrate and in other more lucrative ventures.

As mentioned in the April 2008 annual report, in view of its dependence and the declining performance of the manufacturing of adaptors and transformers business, the Group pursued the business of trading of copper concentrate with the aim of broadening its revenue and profit source. Whilst the profit margins in the trading of electrical products and copper concentrate are low, they require low investment and overhead costs. The management of the Group believes that the current businesses will contribute favourably to the Group's overall financial health in the short term. The Group will continue to seek for good business acquisitions in order to ensure the Group's long term financial success, growth and returns.

The income statement for the period show financial results of the continuing operations of trading of electrical products and copper concentrate, with comparative figures adjusted to the same. Overall, the Group recorded total consolidated revenue of HK$9.3 million for the period as compared to HK$6.9 million for the corresponding period last year. The continuing operations of the Group for the period recorded a profit of HK$37.5 million as a result of the recognition of HK$41.3 million gain arising on the disposal of the Disposal Group subsidiaries as mentioned. The discontinued operations contributed a net loss of approximately HK$2 million as compared to HK$20 million recorded in the previous period, reducing the Group's overall profit for the period to HK$35.6 million compared to loss of HK$17.4 million in the last period.

Prospects

While continuing the existing businesses to maintain a stable income source, the Group will continue its drive and seek for good business acquisition opportunities with growth potential to broaden its business and revenue base. In this connection, the Group may also raise more funding to strengthen the capital base of the Group and to meet its short and long term expansion needs. We remain optimistic of the Group's operating and financial success in the near future.

Liquidity and financial resources

The Group generally finances its short term funding requirements with cash generated from operation and credit facilities from suppliers.

For this interim period we saw significant improvement in the working capital structure, the current ratio measured at 1.4 times, compared to 0.48 recorded for the last reporting date, as a direct result of the disposal of the Disposal Group subsidiaries during the period.

The gearing ratio for the period (Long term debts over Equity and long term debts) remains high as the Group is currently financed by proceeds from the issues of convertible notes. All of the borrowings are denominated in Hong Kong dollars.

During the period, the Group did not engage in the use of any other financial instruments for hedging purposes, and there is no hedging instrument outstanding as at 31 October 2008.

Capital structure

During the period, the holder of the convertible notes of the Company has converted HK$10.8 million convertible notes into 108,000,000 new ordinary shares of the Company.

Staff and remuneration

As at 31 October 2008, the Group employed 9 full time employees (31 October 2007: 16), all of which were in Hong Kong.

The remuneration policy and package, of the Group's employees are maintained at market level and reviewed annually by the management. In addition to the basic salary, discretionary bonuses, mandatory pension fund and medical insurance scheme, share options may also be granted to eligible employees at the discretion of the Board and are subject to the performance of the individual employees as well as the Group.

Contingent liabilities

The Group did not have any contingent liabilities as at 31 October 2008.

Commitments

The Group did not have any capital commitments as at 31 October 2008.

Related party transactions

There were no related party transactions during the period.

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

During the six months ended 31 October 2008, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

CORPORATE GOVERNANCE

The Board has complied with the code provisions in the Codes on Corporate Governance Practices (the "CGP Code") set out in Appendix 14 to the Listing Rules during the six months ended 31 October 2008 except for the deviations from Code Provisions A.2.1 which will be elaborated below:–

There is no separation of the role of chairman (the "Chairman") and chief executive officer (the "CEO") as set out in the code provision A.2.1. Mr. Ko Chun Shun, Johnson currently assumes the role of both the Chairman and the CEO of the Company. This is a temporary arrangement and, depending on the development of the Group's business, the Board will seek for a suitable candidate to assume the role of the CEO of the Company.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code") set out in Appendix 10 to the Listing Rules. Upon enquiry by the Company, all directors of the Company have confirmed that they have complied with the required standards set out in the Model Code throughout the six months ended 31 October 2008.

AUDIT COMMITTEE

The Audit Committee comprises three independent non-executive directors, Mr. Tang Ho Sum, Mr. Yuen Kin and Mr. Liu Tsun Kie. Mr. Yuen Kin is the chairman of the Audit Committee. The Audit Committee has adopted the terms of reference which are in line with the CGP Code. The Group's unaudited condensed interim financial information for the six months ended 31 October 2008 have been reviewed by the Audit Committee, who is of the opinion that such statements comply with the applicable accounting standard and legal requirements, and that adequate disclosures have been made.

By order of the Board
Ko Chun Shun, Johnson
Chairman

Hong Kong, 19 January 2009

As at the date of this announcement, the Board of Directors of the Company comprises Mr. Ko Chun Shun, Johnson (Chairman and executive director), Mr. Wong Siu Kang (executive director). Messrs. Tang Ho Sum, Yuen Kin and Liu Tsun Kie (each of whom is an independent non-executive director).