HONG KONG HEALTH CHECK AND LABORATORY HOLDINGS COMPANY LIMITED
香港體檢及醫學診斷控股有限公司 *

(Incorporated in Bermuda with limited liability)

(Stock Code: 397)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2009

FINANCIAL HIGHLIGHTS

For the six months ended 30 September 2009:

– The Group recorded revenue of approximately HK$70,889,000, representing an increase of 40.17% as compared with the corresponding period in 2008.

– Profit attributable to equity holders of the Company amounted to approximately HK$101,991,000 (2008: loss of approximately HK$154,582,000).

– The Board does not recommend the payment of an interim dividend.

As at 30 September 2009:

– the Group held cash and bank balances of approximately HK$309,301,000 (31 March 2009: approximately HK$152,472,000). Net current assets amounted to approximately HK$429,181,000 (31 March 2009: approximately HK$218,061,000). Current ratio (defined as total current assets divided by total current liabilities) was 29.6 times (31 March 2009: 15.2 times).

– the Group had bank borrowings of approximately HK$5,649,000 (31 March 2009: Nil).

INTERIM RESULTS

The board of directors (the "Board") of Hong Kong Health Check and Laboratory Holdings Company Limited (the "Company") announces the unaudited condensed consolidated interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2009 together with comparative figures for the corresponding period in 2008 as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

		For the six months ended 30 September	
		2009	2008
		(Unaudited)	(Unaudited)
	Notes	***HK$'000***	*HK$'000*
Revenue	*3*	**70,889**	50,572
Other income		**2,285**	2,893
Changes in inventories and clinical supplies consumed		**(20,735)**	(17,425)
Employee benefits expense		**(33,809)**	(29,255)
Depreciation expense		**(8,964)**	(7,684)
Gain/(Loss) on fair value changes on held-for-trading investments		**27,482**	(5,247)
Gain on deemed disposal of subsidiaries	*4*	**11,572**	–
Gain on disposal of subsidiaries	*4*	**4,756**	–
Gain on disposal of associates	*4*	**78,065**	–
Finance costs	*5*	**(36)**	(10,877)
Share of result of an associate		**350**	–
Share of result of a jointly controlled entity		**–**	(83,252)
Loss on fair value changes of conversion options and early redemption options embedded in convertible bonds		**–**	(27,751)
Other operating expenses		**(30,107)**	(26,672)
Profit/(Loss) before tax		**101,748**	(154,698)
Income tax	*6*	**–**	–
Profit/(Loss) for the period	*7*	**101,748**	(154,698)
Attributable to:			
Equity holders of the Company		**101,991**	(154,582)
Minority interests		**(243)**	(116)
		101,748	(154,698)
Dividends	*8*	**–**	–
Earnings/(Loss) per share	*9*		(Restated)
Basic and diluted (HK dollars per share)		**0.26**	(1.26)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	For the six months ended 30 September	
	2009	2008
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Profit/(Loss) for the period	**101,748**	(154,698)
OTHER COMPREHENSIVE INCOME		
Share of investment revaluation reserve of a jointly controlled entity	**–**	(635)
Total comprehensive income for the period	**101,748**	(155,333)
Total comprehensive income attributable to:		
Equity holders of the Company	**101,991**	(155,217)
Minority interests	**(243)**	(116)
	101,748	(155,333)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	As at 30 September 2009 (unaudited) HK$'000	As at 31 March 2009 (audited) HK$'000
Non-current assets			
Investment properties		**24,000**	–
Property, plant and equipment		**132,267**	119,164
Prepaid lease payments		**12,826**	–
Goodwill		**26,488**	–
Interest in an associate		**879**	–
Available-for-sale investments		**–**	23,785
		196,460	142,949
Current assets			
Inventories of clinical supplies, at cost		**1,847**	891
Trade and other receivables	*10*	**35,462**	34,625
Amount due from minority shareholders of a subsidiary		**1,181**	–
Tax recoverable		**418**	–
Held-for-trading investments		**85,974**	35,437
Pledged bank deposits		**10,000**	10,000
Bank balances and cash		**309,301**	152,472
		444,183	233,425
Current liabilities			
Trade and other payables	*11*	**13,168**	15,364
Amount due to minority shareholders of a subsidiary		**1,450**	–
Bank borrowings – due within one year		**384**	–
		15,002	15,364
Net current assets		**429,181**	218,061
Total assets less current liabilities		**625,641**	361,010
Non-current liabilities			
Deferred tax		**9,325**	9,514
Bank borrowings – due after one year		**5,265**	–
		14,590	9,514
Net assets		**611,051**	351,496

	As at 30 September 2009 (unaudited) *HK$'000*	As at 31 March 2009 (audited) *HK$'000*
Capital and reserves		
Share capital	**7,365**	169,571
Reserves	**600,901**	158,370
Equity attributable to equity holders of the Company	**608,266**	327,941
Minority interests	**2,785**	23,555
Total equity	**611,051**	351,496

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

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

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

The condensed consolidated financial statements have been prepared on the historical cost basis except for investment properties which are measured at fair values.

Other than as set out below, accounting policies used in the condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 March 2009.

In the current interim period, the Group has applied, for the first time, the following new and revised standards, amendments and interpretations ("new and revised HKFRSs") issued by the HKICPA, which are effective for the Group's financial year beginning on 1 April 2009.

HKFRSs (Amendments)	Improvements to HKFRSs issued in 2008, except for the amendment to HKFRS 5 that is effective for annual periods beginning on or after 1st July, 2009
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2009 in relation to the amendment to paragraph 80 of HKAS 39
HKAS 1 (Revised 2007)	Presentation of Financial Statements
HKAS 23 (Revised 2007)	Borrowing Costs
HKAS 32 & 1 (Amendments)	Puttable Financial Instruments and Obligations Arising on Liquidation
HKFRS 1 & HKAS 27 (Amendments)	Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
HKFRS 2 (Amendment)	Vesting Conditions and Cancellations
HKFRS 7 (Amendment)	Improving Disclosures about Financial Instruments
HKFRS 8	Operating Segments
HK(IFRIC)-Int 9 & HKAS 39 (Amendments)	Embedded Derviatives
HK(IFRIC)-Int 13	Customer Loyalty Programmes
HK(IFRIC)-Int 15	Agreements for the Construction of Real Estate
HK(IFRIC)-Int 16	Hedges of a Net Investment in a Foreign Operation
HK(IFRIC)-Int 18	Transfer of Assets from Customers

HKAS 1 (Revised 2007) has introduced a number of terminology changes, including revised titles for the condensed consolidated financial statements, and has resulted in a number of changes in presentation and disclosure.

The adoption of these new and revised HKFRSs has had no material effect on the reported results and financial position of the Group for the current or prior accounting periods. Accordingly, no prior period adjustment has been recognised.

The Group has not early applied the following new or revised standards, amendments or interpretations that have been issued but are not yet effective.

HKFRSs (Amendments)	Improvements to HKFRS 5 as part of improvements to HKFRSs issued in 2008[1]
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2009[2]
HKAS 24 (Revised)	Related Party Disclosures[3]
HKAS 27 (Revised 2008)	Consolidated and Separate Financial Statements[1]
HKAS 32 (Amendment)	Financial Instruments: Presentation[4]
HKAS 39 (Amendment)	Eligible Hedged Items[1]
HKFRS 1 (Amendment)	Additional Exemptions for First-time Adoptions[5]
HKFRS 2 (Amendment)	Group Cash-Settled Share Based Payments Transactions[5]
HKFRS 3 (Revised 2008)	Business Combinations[1]
HKFRS 9	Financial Instruments[6]
HK(IFRIC) – Int 14	Prepayments of a Minimum Funding Requirement[3]
HK(IFRIC) – Int 17	Distribution of Non-cash Assets to Owners[1]
HK(IFRIC) – Int 19	Extinguishing Financial Liabilities with Equity Instruments[7]

1 Effective for annual periods beginning on or after 1 July 2009

2 Amendments that are effective for annual periods beginning on or after 1 July 2009 or 1 January 2010, as appropriate

3 Effective for annual periods beginning on or after 1 January 2011

4 Effective for annual periods beginning on or after 1 February 2010

5 Effective for annual periods beginning on or after 1 January 2010

6 Effective for annual periods beginning on or after 1 January 2013

7 Effective for annual periods beginning on or after 1 July 2010

The adoption of HKFRS 3 (Revised 2008) "Business Combinations" may affect the Group's accounting for business combinations for which the acquisition dates are on or after 1 January 2010. HKAS 27 (Revised 2008) "Consolidated and Separate Financial Statements" will affect the accounting treatment for changes in the Group's ownership interest in a subsidiary that do not result in loss of control of the subsidiary. Changes in the Group's ownership interest that do not result in loss of control of the subsidiary will be accounted for as equity transactions.

The directors of the Company anticipate that the application of the other new or revised standards, amendments or interpretations will have no material impact on the results and the financial position of the Group.

3. SEGMENT INFORMATION

In accordance with the Group's internal financial reporting, the Group has determined that business segments be presented as the primary reporting format and geographical segments as the secondary reporting format.

Business segments

	Provision of health check and medical diagnosis services		Trading of securities		Consolidated	
	2009	2008	**2009**	2008	**2009**	2008
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
REVENUE						
Segment revenue	**70,889**	50,572	**–**	–	**70,889**	50,572
RESULTS						
Segment results	**(4,463)**	(19,008)	**26,525**	(5,708)	**22,062**	(24,716)
Unallocated income					**319**	1,957
Unallocated corporate expenses					**(15,340)**	(10,059)
Gain on deemed disposal of subsidiaries					**11,572**	–
Gain on disposal of subsidiaries					**4,756**	–
Gain on disposal of associates					**78,065**	–
Finance costs					**(36)**	(10,877)
Share of result of an associate					**350**	–
Share of result of a jointly controlled entity					**–**	(83,252)
Loss on fair value changes of conversion options and early redemption options embedded in convertible bonds					**–**	(27,751)
Profit/(Loss) before tax					**101,748**	(154,698)
Income tax					**–**	–
Profit/(Loss) for the period					**101,748**	(154,698)

Geographical Segments

No further geographical segment information is presented as over 90% of the Group's revenue is derived from customers in Hong Kong and over 90% of the Group's assets are located in Hong Kong.

4. GAIN ON DEEMED DISPOSAL OF SUBSIDIARIES/DISPOSAL OF SUBSIDIARIES/DISPOSAL OF ASSOCIATES

On 29 April 2009, the Company entered into a top-up placing and subscription agreement (the "Placing and Subscription Agreement") with a placing agent and Core Healthcare Investment Holdings Limited ("Core Healthcare"). Pursuant to the Placing and Subscription Agreement, the Company agreed to place, through the placing agent, an aggregate of 1,200,000,000 existing shares of Core Healthcare (the "Shares"), on a best effort basis, to not fewer than six placees at a price of HK$0.025 per top-up placing Share. Pursuant to the Placing and Subscription Agreement, the Company conditionally agreed to subscribe for an aggregate of up to 1,200,000,000 top-up subscription Shares at a price of HK$0.025 per top-up subscription Share. Upon completion of the top-up placing and subscription, the shareholding of the Company in Core Healthcare was reduced from approximately 60.12% to 51.71%. There was a gain of approximately HK$11,572,000 by the Group as a result of the deemed disposal of the net approximately 8.41% interest in the issued share capital of Core Healthcare.

On 18 May 2009, the Company disposed of an aggregate of 180,000,000 Shares on the market. Immediately following such disposal, the shareholding of the Company in Core Healthcare was reduced from approximately 51.71% to 49.61%. Core Healthcare and its subsidiaries have ceased to be subsidiaries of the Company and has become an associate of the Group.

In June 2009, the Group disposed of its entire interest in Fair Jade Group Limited to Town Health (BVI) Limited (a wholly-owned subsidiary of Town Health International Holdings Company Limited). Fair Jade Group Limited holds 20% interest in Profit Sources Limited. The sole business of Profit Sources Limited relates to acquisition and management of a property located in Shatin, New Territories.

The Group recorded a gain of approximately HK$4,756,000 in connection with the disposal of subsidiaries. The disposal did not contribute significantly to the Group's operating results for the current period.

The remaining interest in Core Healthcare was disposed of during the period ended 30 September 2009 and the Group recorded a gain of approximately HK$78,065,000 in connection with such disposals. Details of the disposals were disclosed in the Company's announcements dated 27 May 2009 and 4 June 2009 respectively, and the Company's circular dated 15 June 2009.

5. FINANCE COSTS

	For the six months ended 30 September	
	2009	2008
	HK$'000	*HK$'000*
Interest on:		
– Bank borrowings wholly repayable within five years	**36**	52
– Bank overdrafts	**–**	40
– Convertible bonds	**–**	9,817
Loss on early redemption of convertible bonds	**–**	968
	36	10,877

6. INCOME TAX

No provision for Hong Kong profits tax has been made as the Group had no assessable profits for both periods.

No People's Republic of China ("PRC") enterprise income tax has been provided in respect of the Group's PRC subsidiary since it incurred tax losses for both periods.

7. PROFIT/(LOSS) FOR THE PERIOD

	For the six months ended 30 September	
	2009	2008
	HK$'000	*HK$'000*
Profit/(Loss) for the period has been arrived at after charging:		
Cost of inventories recognized as an expense	**20,735**	17,425
Depreciation of property, plant and equipment	**8,964**	7,684

8. DIVIDENDS

The Board does not recommend the payment of an interim dividend for the six months ended 30 September 2009 (2008: Nil).

9. EARNINGS/(LOSS) PER SHARE

The calculation of basic earnings/(loss) per share attributable to the equity holders of the Company for the six months ended 30 September 2009 was based on the profit for the period attributable to the equity holders of the Company of approximately HK$101,991,000 (2008: loss of approximately HK$154,582,000) and on the weighted average number of ordinary shares of approximately 392,057,000 (2008: approximately 122,815,000 as retrospectively adjusted for the share consolidation which became effective on 6 April 2009).

For the six months ended 30 September 2009, the computation of diluted earnings per share did not assume the exercise of the Company's outstanding share options since their exercises would result in an increase in earnings per share.

For the six months ended 30 September 2008, the computation of diluted loss per share did not assume the exercise of the Company's outstanding share options and the conversion of the convertible bonds since their exercises would result in a decrease in loss per share.

10. TRADE AND OTHER RECEIVABLES

	As at 30 September 2009	As at 31 March 2009
	HK$'000	*HK$'000*
Trade receivables, with aged analysis *(Note)*		
0-60 days	**9,098**	6,205
61-90 days	**1,423**	752
Over 90 days	**1,633**	1,547
Total trade receivables	**12,154**	8,504
Other receivables	**23,308**	26,121
Trade and other receivables	**35,462**	34,625

Note: Most of the patients of the medical check centers settle in cash. The Group allows an average credit period of 30 to 90 days to its trade customers

11. TRADE AND OTHER PAYABLES

	As at 30 September 2009	As at 31 March 2009
	HK$'000	*HK$'000*
Trade payables, with aged analysis		
0-60 days	**3,886**	3,191
61-90 days	**1,029**	8
Over 90 days	**1,093**	136
Total trade payables	**6,008**	3,335
Other payables	**7,160**	12,029
Trade and other payables	**13,168**	15,364

MANAGEMENT DISCUSSION AND ANALYSIS

REVIEW OF OPERATIONS

"Consolidation, Diversification and Growth" are the three themes of the successful business strategy implemented by the Group in the first six months of the financial year 2009. They also serve as the guidepost the Group will follow in the remaining of the financial year and beyond.

For the six months ended 30 September 2009, the Group continued to record steady operating performance, which was the result of the popularity of its services as well as the Group's commitment and capability in creating shareholder value. In view of the stability in the health check and medical diagnosis services business, the Group has broadened its business by venturing into the investment business, which further expands its sources of income.

During the period under review, the Group's revenue was approximately HK$70,889,000 (2008: approximately HK$50,572,000), representing an increase of 40.17% compared with the corresponding period last year. The increase was mainly attributable to the gain in value in the investment made by the Group. Profit attributable to the equity holders of the Company for the period was approximately HK$101,991,000 (2008: loss of approximately HK$154,582,000).

Health Check And Medical Diagnosis Services Business Recorded Steady Growth

During the period under review, the Group achieved a profit of approximately HK$101,748,000, compared with a loss of approximately HK$154,698,000 in the same period last year. Revenue of the Group's health check and medical diagnosis services business enjoyed steady growth, driven by the branding effect and economies of scale. The Group continues to maintain strong ties and partnerships with private clinics and the Hospital Authority, to leverage its market-leading position and increase the volume of non-referral customers.

The Group has also made a strategic investment to further enhance the health check and medical diagnosis services business. In June 2009, the Group raised its interest in Group Benefit Development Limited, a local company that specializes in the provision of medical diagnostic scanning and laboratory services, to 98.53%. The strategic move brought four more health check centers under the Group's control. This further increased the Group's market share and customer base in the local health check and medical diagnosis services industry, further strengthening its market-leading position.

Strategic Investments Provided Sound Growth

The Group has put its emphasis on prudent cash resources management and seized the opportunity to diversify into the investment business. The Group's financial strength allows it to identify and explore possible investment opportunities that offer strong growth potential and stable returns.

The Group has efficiently utilized its resources to invest in listed and unlisted securities and quality properties in Hong Kong. The investments provided the Group with attractive investment returns. The success of the diversified business model was reflected in the solid revenue growth in the Group's interim results. The investment business became one of the major sources of income during the period under review.

PROSPECTS

Despite the financial turmoil, the Group is very positive about its business mix. The Group believes diversification is the way ahead and will benefit its overall performance.

To implement the diversification plans, besides keeping the health check and medical diagnosis services business on the right track, the Group will strive to better utilize its resources for acquisition of properties, and diversifying the Group's business into areas other than the business involving the health check and health care related services.

On 14 October 2009, Guangdong Town Health Hospital Management Co. Ltd. ("Guangdong Town Health"), the Group's wholly owned subsidiary which established the Zhongshanyi TH Health Check Centre, entered into a transfer agreement with Guangzhou Yikang Medical Investment and Management Limited ("Yikang"), an associated company of Town Health International Holdings Company Limited. Under the deal, all benefits, interests, rights, liabilities and obligations of Guangdong Town Health would be transferred to and taken up by Yikang. The consideration payable by Yikang to Guangdong Town Health is approximately RMB5.54 million (equivalent to HK$6.32 million) in cash.

The Group is proactively moving forward. The Group's strategic moves will help it adapt to the changing market conditions and position it for continued growth and improved profitability.

On 2 December 2009, China Gogreen Energy Limited ("China Gogreen"), an indirect wholly-owned subsidiary of the Company, entered into the legally binding cooperative agreement pursuant to which China Gogreen and the joint venture partner, 鄭州高科技創業投資有限公司 (unofficial English translation being Zhengzhou High-Tech Start-up Investment Co., Ltd.) ("Zhengzhou High-Tech"), have conditionally agreed to establish a joint venture company, which will be principally engaged in the development, production and sale of amorphous silicon thin-film solar photovoltaic cells and modules, in the Zhengzhou High and New Technology Industries Development Zone at Zhengzhou, Henan Province, the PRC. The total investment amount is expected to be RMB3.25 billion (equivalent to HK$3.705 billion). Zhengzhou High-Tech is a state-owned enterprise established in Zhengzhou by the Administration Committee of Zhengzhou High and New Technology Industries Development Zone which is controlled by the Zhengzhou Municipal People's Government, Henan Province, the PRC. The collaboration signifies the close Government relationship the Group has established in the PRC and it is believed that the joint venture formation provides the Group with a golden opportunity to venture into new and promising renewable energy-related businesses within the PRC.

In order to better reflect the Group's plan to diversify its business into asset management and green energy businesses, the Company proposes to change its name from "Hong Kong Health Check and Laboratory Holdings Company Limited" to "China Gogreen Assets Investment Limited" and register a secondary name "中國保綠資產投資有限公司".

Moving into the remaining of the financial year, the Group will reallocate its talent and resources to those areas which we see having the best potential for growth. The Group will also continue to pursue development strategies that enhance value and generate significant returns.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 September 2009, the Group held cash and bank balances of approximately HK$309,301,000 (31 March 2009: approximately HK$152,472,000). Net current assets amounted to approximately HK$429,181,000 (31 March 2009: approximately HK$218,061,000). Current ratio (defined as total current assets divided by total current liabilities) was 29.6 times (31 March 2009: 15.2 times).

As at 30 September 2009, the Group had outstanding bank borrowings of approximately HK$5,649,000 (31 March 2009: Nil). Gearing ratio as at 30 September 2009 (defind as total bank borrowings to total equity) was 0.9%. The Group's bank balances and borrowings were denominated in Hong Kong dollars and Renminbi. Risk in exchange rate fluctuation would not be considered material. The bank borrowings bore interest at prevailing market rates and repayable in accordance with the relevant loan agreements.

CAPITAL STRUCTURE

As at 30 September 2009, the Group had shareholders' equity of approximately HK$608,266,000 (31 March 2009: approximately HK$327,941,000).

On 3 March 2009, the Group announced to implement the capital reorganisation that every 50 existing shares were consolidated into one consolidated share and the issued share capital of the Company was reduced through a cancellation of the paid up capital of the Company to the extent of HK$0.49 on each of the issued consolidated shares such that the nominal value of each issued consolidated share was reduced from HK$0.50 to HK$0.01. The capital reorganization was effective on 6 April 2009. Details were disclosed in an announcement of the Company dated 3 March 2009.

On 30 July 2009, the Company and two placing agents entered into a placing agreement pursuant to which the placing agents have conditionally agreed, as agents for the Company, to place and procure the placing of, a total of 232,500,000 placing shares of the Company, on a several and fully underwritten basis, to four institutional or professional investors who and whose ultimate beneficial owners were third parties independent of the Company and its connected persons and not connected persons (as defined in the Listing Rules) of the Company at a price of HK$0.40 per placing share. Details were also disclosed in an announcement of the Company dated 30 July 2009. The placing was completed on 3 September 2009.

On 30 July 2009, such placing agents and the Company entered into another placing agreement pursuant to which, the Company agreed to place, through the placing agents, 134,400,000 placing shares, on a best effort basis, to not fewer than six placees who and whose ultimate beneficial owners were third parties independent of the Company and its connected persons and not connected persons (as defined in the Listing Rules) of the Company at a price of HK$0.50 per placing share. Details were also disclosed in such announcement of the Company dated 30 July 2009. The placing was completed on 16 September 2009.

CORPORATE GOVERNANCE

The Company endeavours in maintaining high standard of corporate governance for the enhancement of shareholders' value. The Company has complied with the code provisions set out in the Code on Corporate Governance Practices in Appendix 14 to the Listing Rules throughout the six months ended 30 September 2009, except for the following deviation:

Code Provision A.4.1 stipulates that non-executive directors should be appointed for specific terms. However, all the non-executive directors of the Company (including independent non-executive directors) have not been appointed for specific terms but are subject to rotation and re-election at the general meetings and annual general meeting in accordance with the bye-laws of the Company.

AUDIT COMMITTEE

The audit committee currently comprises three independent non-executive directors, namely Mr. Chan Chi Yuen, Mr. Lo Chun Nga and Mr. Chik Chi Man. The audit committee has reviewed with the management the accounting principles and practices adopted by the Group and discussed the internal control and financial reporting matters including the review of the unaudited consolidated financial statements of the Group for the six months ended 30 September 2009.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's shares during the six months ended 30 September 2009.

HUMAN RESOURCES AND REMUNERATION POLICY

As at 30 September 2009, the Group employed approximately 210 employees. The Group continues to maintain and upgrade the capabilities of its workforce by providing them with adequate and regular training. The Group remunerates its employees mainly based on industry practices and each individual's performance and experience. On top of regular remuneration, discretionary bonus and share option may be granted to eligible staff by reference to the Group's performance as well as each individual's performance. In addition, the Group provides provident funds to its employees in accordance with the statutory requirements of the respective jurisdictions where the employees reside.

CHARGES ON GROUP ASSETS

As at 30 September 2009, certain property, plant and equipment of the Group with carrying value of approximately HK$47,240,000 and bank deposits of HK$10,000,000 were pledged to secure general bank facilities granted to the Group.

On behalf of the Board
Hong Kong Health Check and Laboratory Holdings Company Limited
Fung Yiu Tong, Bennet
Chairman

Hong Kong, 29 December 2009

As at the date of this announcement, the executive directors of the Company are Dr. Fung Yiu Tong, Bennet, Mr. Cho Kwai Yee, Kevin and Mr. Lawrence Tang, and the independent non-executive directors of the Company are Mr. Chan Chi Yuen, Mr. Lo Chun Nga and Mr. Chik Chi Man.

* *For identification purpose only*