SUN BUSINESS NETWORK LTD.

Full Year Financial Statement And Dividend Announcement

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for thecorresponding period of the immediately preceding financial year.

	Note	Group S$'000 31/12/2004	Group S$'000 Restated 31/12/2003	% Increase/ (Decrease)
Revenues				
Advertisement		6,962	7,205	(3.4)
Circulation		2,605	2,670	(2.4)
Sale of contents rights and licensing fees		5,793	40	NM
Exhibition and events		364	596	(38.9)
Course fees		6,900	10,297	(33.0)
Other revenue	(a)	91,201	582	NM
		113,825	21,390	432.1
Cost and expenses				
Direct costs:				
- Publication		(5,467)	(5,094)	7.3
- Exhibition and events		(971)	(741)	(31.0)
- Course		(3,180)	(4,559)	(30.2)
Salaries and employee benefits		(7,573)	(8,176)	(7.4)
Amortisation & depreciation		(710)	(2,110)	(66.4)
Rental expenses		(1,700)	(1,968)	(13.6)
Other operating expenses	(b)	(21,310)	(4,626)	360.7
Total cost and expenses		(40,911)	(27,274)	50
Profit/ (Loss) from operations		**72,914**	**(5,884)**	
Share of profits/ (losses) of associated companies		139	(7)	NM
Finance costs		(150)	(178)	(15.7)
Profit/ (Loss) before taxation and minority interests		**72,903**	**(6,069)**	
Taxation		(28)	261	NM
Minority interests		610	427	42.9
Profit/ (Loss) attributable to shareholders		**73,485**	**(5,381)**	

NM - Not meaningful

Notes to income statements:

		Group S$'000		%
		31/12/2004	Restated 31/12/2003	Increase/ (Decrease)
(a)	Included in other revenue are:			
	Gain on disposal of investments	8,289	-	NM
	Negative goodwill	81,859	-	NM
		90,148	-	
(b)	Included in other operating expenses are:			
	Provision of impairment loss in investments	(10,167)	-	NM
	Provision of impairment loss in intangible assets	(439)	-	NM
	Development expenses	(1,298)	-	NM
	Non-recurring expenses	(3,082)	(29)	NM
		(14,986)	(29)	

1. General Overview

FY2004 was a very eventful and successful year for the Group, as we actively pursued our initiatives and objectives which were outlined in our FY2003 annual report.

During the year, we:

- welcomed a new substantial strategic shareholder, China-based Sun Media Investment Holding Limited, which is controlled by Dr Bruno Wu and his wife, Yang Lan, two of China's leading media personalities. Sun Media is today, the Group's largest shareholder;
- secured the services of Dr Bruno Wu and Ms Yang Lan, Mr Chen XiaoTao and several other China-based entrepreneurs and professionals on the Board. Dr Wu is currently the Group's new Executive Chairman and Mr. Chen is the Group's new Executive Director & Chief Executive Officer. Ms Yang serves the Board as a non-Executive Director.
- made a series of acquisitions in Greater China, including *Community Star*, a community newspaper; and *Wide Angle*, a defence, political and current affairs magazine with a predominantly China readership, in Hong Kong; *China Business Post*, a business and financial weekly newspaper published in Beijing; and Beijing-based Intercontinental Advertsing, a publication distribution network, with access to nearly 2000 hotels nationwide;
- launched several publications including *Observer Star*, a business, political and current affairs weekly magazine in Hong Kong and Shanghai, and a digital edition, which is distributed via the Internet to nearly 24 million Chinese readers worldwide;
- divested our investment in Shareinvestor.com Holdings Pte Limited, and in one of our magazine publishing subsidiaries in Singapore, Panpac Lifestyle Magazines Pte Ltd; and
- acquired a 20.5% stake in Asia Network Technologies Limited ("ANT"), which owns and operates a 35,000 km fibre optic cable network across China.

As a result of these developments, the Group has been transformed from a loss-making Singapore-Malaysia based magazine publisher to a profitable pan-Asia media company, with investments in both the traditional and new media, and with China as the main engine of growth. Also, they have placed the Group in a strong position to further exploit opportunities in China's rapidly expanding economy.

2. Revenues

For the 12-month period to 31 December 2004, Group revenues increased by about 432% to $113.8 million, from $21.4 million in the prior year period.

The increase in revenue was due mainly to the gain arising from the disposal of our investments in PLM and Shareinvestor, the sale of content rights to ANT and recognition of negative goodwill attributable to ANT .

3. Group Profits After Tax [PAT]

Group PAT for the year was $73.5 million, as compared to a loss of $5.4 million in the previous year.

The significant improvement in profits was mainly due to the following:

- Gains from disposal of investments in PLM and Shareinvestor;
- Recognition of negative goodwill attributable to our investment in ANT; and
- Lower amortisation and depreciation expenses due to the adoption of FRS 103.

Excluding profits from recognition of negative goodwill and other exceptionals, Group PAT would have been $6.6 million.

On 8 Dec 2004, Auston International Group Limited ("Auston"), in which the Group has an effective 64.4% stake, announced that its financial statements for financial year ended 31 Jul 2002, financial period ended 31 Dec 2003 and first half year ended 30 Jun 2004 were misstated. The misstatements have been reflected in the Group's financial statements for financial years ended 31 December 2002 and 2003.

Further, on 10 Dec 2004, Auston announced that it has appointed M/s Deloitte and Touche as the independent auditors to investigate the possible irregularities and misstatements in Auston's financial statements. Arising from the investigation, and in the absence of proper financial data, Deloitte has recommended that Auston should write-down or write-off its investment in Auston Unicorp International ("AUI") based in Perth, Australia, particularly with regard the convertible notes issued by AUI to Auston, amounting to S$0.98 million. Pending further investigation, Auston Board and management are of the view that no provision is necessary at this time, as the convertible notes do not expire until June 2008. However, the matter is still under review by the Auston Board and management.

If a full provision for the AUI investment is deemed to be necessary, Group's profits attributable to shareholders would be reduced to $72.5 million.

4. EBITDA

Earnings before interest, tax, depreciation and amortization [EBITDA] for the period were $74.4 million compared to an EBITDA of negative $3.4 million in the prior year period.

5. Balance Sheet

(a) During the year, the Group's Net Asset Value [NAV] increased by 696% to about $114.3 million from about $14.4 million a year ago. And, the NAV per share increased by 328% to 17.92 cents from 4.19 cents previously.

The substantial increase in NAV and NAV per share were due mainly to issue of new shares and significant improvement in the performance of the Group during the year.

(b) The increase in intangible assets is mainly due to the advertising rights pertaining to China Business Post which was acquired on 31 December 2004.

(c) The increase in investment in associated companies is mainly due to our investment in a 20.5% stake in ANT.

(d) The increase in trade debtors and trade creditors was mainly due to the $6.3 million consideration receivable for the sale of PLM and HK$29 million consideration payable pursuant to the acquisition of Maxful Management Corp and Optima Media International Limited. Based on the terms of the sale and purchase agreement, the considerations are payable within 6 months of the Completion Date.

6. Cash-flow

Cash and cash equivalents as at end of the year was S$3.691 million as compared to S$1.021 million at the beginning of the period.

The net proceeds from the convertible notes with UOB Kay Hian Private Limited and Quantum Capital Asset Management Limited was $4.78 million and $6.75 million respectively.

7. Segmental Performance

(a) The publishing and exhibition division recorded a higher operating profit of $4.3 million, as compared with a loss of $1.1 million in the prior year period. This was mainly due to the sale of contents rights to ANT and the gain arising from the disposal of PLM.

(b) The education division recorded a lower operating loss of $2.07 million as compared to a loss of $2.8 million in the prior year period. This was mainly due to a reduction in amortisation expense of $0.64 million resulting from the adoption of FRS 103 in FY 2004.

Included in the current year loss of $2.07 million is a provision for impairment loss in investments of $300,000 and non-recurring expenses relating to the aborted RTO of the Indonesian property company and the investigations arising from the accounting irregularities. Total non-recurring expenses for the year amounted to $720,000.

(c) HQ and investments recorded an operating profit of $70.7 million as compared to a loss of $1.9 million in the prior year period. This was mainly due to the disposal of our investments in Shareinvestor and the recognition of negative goodwill attributable to ANT.

8. Manpower

Total number of staff employed by the Group as at 31 December 2004 was 299. This was about 58% higher than the figure of 189 staff as at the beginning of the period respectively. Breakdown of staff strength by geographical region are as follows:

Singapore and Malaysia	120
Greater China	179

However, despite the increase in the manpower, total wage cost fell by 7% from a year ago, to $7.573 million. This was due to shorter accounting period, for our newly acquired operations in China and the relative lower unit labour cost in China.

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	
		Restated		
	31/12/2004	31/12/2003	31/12/2004	31/12/2003
	$'000	$'000	$'000	$'000
Fixed assets	4,769	1,856	68	255
Investment in subsidiaries	-	-	36,757	46,133
Investment in associated companies	89,859	163	8,000	1,100
Long-term investments	114	300	-	-
Goodwill on consolidation	9,713	13,502	-	-
Intangible assets	12,717	2,302	-	-
Current assets				
Work-in-progress, at cost	147	533	-	-
Trade debtors	2,446	4,071	460	449
Other debtors, deposits and prepayments	10,587	1,361	6,611	288
Due from subsidiaries, non-trade	-	-	19,045	2,642
Marketable securities	1,645	-	-	-
Cash and bank balances	4,400	1,078	2,079	84
Fixed deposits	-	1,000	-	-
	19,225	8,043	28,195	3,463
Current liabilities				
Trade creditors	(4,278)	(3,785)	(377)	(333)
Other creditors and accruals	(13,793)	(3,488)	(3,725)	(202)
Due to subsidiary companies, non-trade	-	-	(1,735)	(456)
Provision for taxation	(34)	(8)	-	-
Bank overdrafts	(709)	(1,057)	-	(775)
Term loan, current portion	(1,633)	(1,780)	(1,500)	(1,500)
Hire purchase liabilities, current portion	(22)	(19)	-	-
	(20,469)	(10,137)	(7,337)	(3,266)
Net current (liabilities)/ assets	**(1,244)**	**(2,094)**	**20,858**	**197**
Hire Purchase Liabilities, non-current portion	(22)	(19)	-	-
Loan from a subsidiary	-	-	(31,435)	(31,435)
Deferred income	(196)	-	-	-
Deferred taxation	(994)	(1,031)	(858)	(898)
Net assets	**114,716**	**14,979**	**33,390**	**15,352**
SHARE CAPITAL AND RESERVES				
Share capital	31,903	17,149	31,903	17,149
Share premium	16,293	4,593	16,293	4,593
Retained earnings/ (accumulated losses)	64,509	(8,976)	(14,806)	(6,390)
Foreign currency translation reserves	1,637	1,591	-	-
	114,342	14,357	33,390	15,352
Minority Interests	374	622	-	-
	114,716	**14,979**	**33,390**	**15,352**

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

Amount repayable in one year or less, or on demand

As at 31/12/2004		As at 31/12/2003	
Secured	Unsecured	Secured	Unsecured
133,500	1,522,121	280,000	1,518,906

Amount repayable after one year

As at 31/12/2004		As at 31/12/2003	
Secured	Unsecured	Secured	Unsecured
0	21,990	0	18,569

Details of any collateral

Certain assets of some subsidiaries have been pledged to secure debentures.

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

	For the 12 months ended	
		Restated
	31/12/2004	31/12/2003
	$'000	$'000
Cash flows from operating activities		
Profit/ (Loss) before taxation and minority interest	72,903	(6,069)
Adjustment for:		
Amortisation of goodwill on consolidation	-	943
Share of (profit)/ loss of associated companies	(139)	7
Depreciation of fixed assets	710	947
(Gain)/ Loss on disposal of fixed assets	(18)	18
Gain on disposal of joint venture company	-	(4)
Gain on disposal of subsidiaries	(6,558)	-
Gain on disposal of associated company	(2,018)	-
Sale of contents right and licensing fees	(5,752)	-
Negative goodwill	(81,859)	-
Amortisation of intangible assets	-	221
Fixed assets written off	110	2
Intangible assets written off	36	-
Provision for impairment of intangible assets and investments	439	-
Provision for impairment of investments	10,167	-
(Gain)/ Loss on deemed disposal	(1)	29
Interest expense	150	178
Operating cashflow before working capital changes	**(11,830)**	**(3,728)**
(Increase)/ decrease in:		
Trade debtors	1,302	(36)
Other debtors, deposits and prepayments	(1,648)	1,006
Work-in-progress	248	(95)
Due from associated companies, net	-	56
(Decrease)/ increase in:		
Trade creditors	883	89
Other creditors and accruals	3,037	(99)
Due to joint venture company	-	(12)
Cash used in operations	**(8,008)**	**(2,819)**
Interest paid	(150)	(178)
Income taxes paid	(40)	(323)
Net cash used in operating activities	**(8,198)**	**(3,320)**
Cash flows from investing activities:		
Acquisition of subsidiaries, net of cash acquired	(820)	-
Capitalisation of intangible assets	(62)	(457)
Proceeds from sale of fixed assets	29	24
Purchase of fixed assets	(1,028)	(476)
Increase in investment in subsidiary	-	(77)
Disposal of subsidiaries, net of cash disposed	(204)	-
Proceeds from disposal of joint venture company, net of cash disposed	-	96
Other investment	(17)	(300)
Net cash used in investing activities	**(2,102)**	**(1,190)**

	For the 12 months ended	
		Restated
	31/12/2004	31/12/2003
	$'000	$'000
Cash flows from financing activities		
Proceeds from issuance of new shares by a subsidiary, net of listing expenses	-	2,352
Proceeds from issue of new shares	12,851	-
Contribution from a minority shareholder of a subsidiary	30	-
Repayment of hire purchase/ finance lease liabilities	(21)	(103)
Proceeds from short-term bank loans	373	280
Payment of expenses on issuance of new shares	(430)	(13)
Payment of dividends by a subsidiary	-	(14)
Net cash from financing activities	**12,803**	**2,502**
Net effect of exchange rate changes in consolidating subsidiaries	167	(2)
Net (decrease)/ increase in cash and cash equivalents	2,670	(2,010)
Cash and cash equivalents at beginning of the financial year	1,021	3,031
Cash and cash equivalents at end of the financial year	**3,691**	**1,021**
Cash and cash equivalents comprise		
Cash and bank balances	4,400	1,078
Bank overdrafts (unsecured)	(709)	(1,057)
Fixed deposits	-	1,000
	3,691	**1,021**

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

	Share Capital	Share Premium	Accumulated Losses	Foreign Currency Translation Reserve	Total
	S$'000	S$'000	S$'000	S$'000	S$'000
The Group					
For the year ended 31/12/2004					
Balance at 01/01/2004 (as previously reported)	17,149	4,593	(7,356)	1,591	15,977
Prior year adjustments	-	-	(1,620)	-	(1,620)
Balance at 01/01/2004 (restated)	**17,149**	**4,593**	**(8,976)**	**1,591**	**14,357**
Issuance of shares	14,754	12,130	-	-	26,884
Expenses on issue of new shares	-	(430)	-	-	(430)
Profit for the financial year	-	-	73,485	-	73,485
Movement during the financial year	-	-	-	46	46
Balance at 31/12/2004	**31,903**	**16,293**	**64,509**	**1,637**	**114,342**
For the year ended 31/12/2003					
Balance at 01/01/2003 (as previously reported)	17,149	4,606	(2,827)	1,540	20,468
Prior year adjustments	-	-	(768)	-	(768)
Balance at 01/01/2003 (restated)	**17,149**	**4,606**	**(3,595)**	**1,540**	**19,700**
Issuance of shares*	-	-	-	-	-
Expenses on issue of new shares	-	(13)	-	-	(13)
Loss for the financial year (as previously reported)	-	-	(4,529)	-	(4,529)
Restatements	-	-	(852)	-	(852)
Loss for the year (restated)	**-**	**-**	**(5,381)**	**-**	**(5,381)**
Movement during the financial year	-	-	-	51	51
Balance at 31/12/2003	**17,149**	**4,593**	**(8,976)**	**1,591**	**14,357**
The Company					
For the year ended 31/12/2004					
Balance at 01/01/2004	17,149	4,593	(6,390)	-	15,352
Issuance of shares	14,754	12,130	-	-	26,884
Expenses on issue of new shares	-	(430)	-	-	(430)
Loss for the financial year	-	-	(8,416)	-	(8,416)
Balance at 31/12/2004	**31,903**	**16,293**	**(14,806)**	**-**	**33,390**
For the year ended 31/12/2003					
Balance at 01/01/2003	17,149	4,606	(1,243)	-	20,512
Issuance of shares*	-	-	-	-	-
Expenses on issue of new shares	-	(13)	-	-	(13)
Loss for the financial year	-	-	(5,147)	-	(5,147)
Balance at 31/12/2003	**17,149**	**4,593**	**(6,390)**	**-**	**15,352**

* Less than $1,000

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 acquisition or for any other purpose since the end of the previous period reported on. State 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.

On 9 January 2004, the Company issued 5,250 ordinary shares of $0.05 each for exercise of warrants.

From February to May 2004, the Company issued 59,957,445 ordinary shares of $0.05 each pursuant to the Subscription Agreement dated 28 February 2004 with UOB Kay Hian Private Limited with regards to $5 million convertible notes.

The Company issued 44,000,000 ordinary shares of $0.05 each in conjunction with the acquisition of The Observer Star Global Publishing Holdings Limited ("OSGPH", formerly known as “Media Sky Associates Limited”) in April 2004.

On 26 April 2004, the Company issued 10,000,000 ordinary shares of $0.05 each to Sun Media Investment Holdings Limited pursuant to a Subscription Agreement.

From September to December 2004, the Company issued 93,620,920 ordinary shares of $0.05 each pursuant to the Subscription Agreement dated 3 September 2004 with Quantum Capital Asset Management Limited with regards to the $7 million convertible notes.

On 29 October 2004, the Company issued 44,000,000 ordinary shares of $0.05 each in conjunction with the acquisition of The Observer Star Group Holdings Limited by its wholly owned subsidiary OSGPH.

The Company further issued 31,772,575 and 11,705,685 ordinary shares of $0.05 each in conjunction with the acquisition of Maxful Management Corp and Optima Media International Limited respectively by its wholly owned subsidiary OSGPH.

As at the date of this report, total number of issued and paid-up ordinary shares is 638,051,376 with par value of $0.05 each.

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

The figures are unaudited and are not reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors’ report (including any qualifications or emphasis of 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.

Except as disclosed below, the Group has followed the same accounting policies and methods of computation in the financial statements for the current period with those adopted in the most recent audited financial statements for the financial year ended 31 December 2003.

The Group has adopted the following new and revised Singapore Financial Reporting Standards ("FRS") issued in July 2004 by the Council on Corporate Disclosure and Governance, with effect from the financial year beginning 1 January 2004:

FRS 103	Business Combinations
Revised FRS 36	Impairment of Assets
Revised FRS 38	Intangible Assets

Under these standards, goodwill arising from business combinations as recorded in the balance sheet of the Group can no longer be amortised and charged to the income statement. Instead, such goodwill will be tested for impairment annually in accordance with FRS 36.

The standards are applied on a prospective basis effective 1 January 2004 and accordingly do not affect the Group's financial statements for the financial year ended 31 December 2003.

5. If there are 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.

If the Group has not adopted FRS 103, the impact to the profit and loss statement will be as follow:
- a charge of $1.64 million for amortisation of goodwill on consolidation and intangible assets;
- a gain of $8.19 million for amortisation of negative goodwill on consolidation;
- a reversal of $81.86 million for recognition of negative goodwill; and
- a write-back to the provision for impairment loss in investments and intangible assets of $1.64 million.

The profits attributable to shareholders if the Group had not adopted FRS 103, and after providing $8.97 million for impairment loss in investments and intangibles assets would have been a loss of $180,000 for the year.

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.

	31/12/2004	31/12/2003
Earnings/ (Loss) per share (EPS) based on Group's profit/ (loss) after taxation		
- on weighted average number of shares	16.10 cents	(1.57) cents
- on a fullly diluted basis	16.10 cents	(1.57) cents

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	
	31/12/2004	31/12/2003	31/12/2004	31/12/2003
Net asset value based on existing issued share capital as at the respective period	17.92 cents	4.19 cents	5.23 cents	4.48 cents

8. A review of the performance of 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 the 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.

Please refer to notes on Performance Review in paragraph 1(a) above.

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

NA.

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.

FY2005 promises to be as eventful and fruitful as FY2004 for the Group, as we continue to pursue our objective to become the leading integrated multi-media business information services provider in Asia, and with China as main thrust.

The bulk of our FY2005 earnings are expected to come from our recently acquired publications in Greater China, including 'guaranteed profits by the vendors' of about $1.9 million. These should more than offset any potential loss of earnings, arising from our FY2004 divestment in Singapore.

Apart from increasing profits, our primary focus in FY2005 will be:

- to improve our cash-flow by converting some of our hard assets and investments into cash,
- to continue to seek and make strategic investments in high-yielding complimentary synergistic businesses, like Asia Network Technologies Limited, which are critical to our long-term success, and
- to continue to enhance the value of our enterprise. This will be predicated on strong earnings growth and cash-flow and optimising returns on and enhancing the value of our investments.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

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) Books closure date

Not applicable.

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

No dividend has been recommended.

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.

By business segments

	Publishing, exhibition & events S$'000	Education S$'000	HQ costs & Investments S$'000	Group S$'000
2004				
Revenues	22,342	6,928	84,555	113,825
Operating profits	4,328	(2,074)	70,660	72,914
Finance costs				(150)
Share of profits of associated companies				139
Profit before tax				72,903
Tax				(28)
Minority interest				610
Net profit				**73,485**
2003 (RESTATED)				
Revenues	10,766	9,290	1,334	21,390
Loss from operating activities, before tax	(1,105)	(2,836)	(1,861)	(5,802)
Unallocated expenses - Amortisation of goodwill on consolidation				(82)
Operating loss				(5,884)
Finance costs				(178)
Share of profits of associated companies				(7)
Loss before tax				(6,069)
Tax				261
Minority interest				427
Net loss				**(5,381)**

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

Please refer to Notes on Performance Review in paragraph 1(a) above.

15. A breakdown of sales

	12 mths ended 31 Dec 2004	12 mths ended 31 Dec 2003 RESTATED	% Increase/ (Decrease)
(a) Revenue reported for first half year	11,068	9,673	14.4
(b) Operating profit/ (loss) after tax before deducting minority interests reported for first half year	933	(2,400)	138.9
(c) Revenue reported for second half year	102,757	11,717	777.0
(d) Operating profit/ (loss) after tax before deducting minority interests reported for second half year	71,942	(3,408)	2,210.9

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

Not applicable

BY ORDER OF THE BOARD
Bruno Wu
Executive Chairman
23/02/2005