

FASTECH SYNERGY LTD
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE QUARTER AND THE SIX MONTHS ENDED 30 JUNE 2004
(Amounts in '000 USD)

	Group					
	Quarter ended 30/06/2004	Quarter ended 30/06/2003	Increase/ (Decrease) %	Six months ended 30/06/2004	Six months ended 30/06/2003	Increase/ (Decrease) %
Revenues	6,304	5,138	22.7	11,345	9,700	17.0
Cost of goods sold	5,304	4,849	9.4	9,882	9,306	6.2
Gross profit	1,000	289	246	1,463	394	271.3
Operating expenses						
General and administrative	867	813	6.6	1,698	1,582	7.3
Sales and marketing	75	94	(20.2)	165	179	(7.8)
Total operating expenses	942	907	3.9	1,863	1,761	5.8
Income (loss) from operations	58	(618)	(109.4)	(400)	(1,367)	(70.7)
Other income (expenses)						
Interest and bank charges	(201)	(247)	(18.6)	(424)	(495)	(14.3)
Foreign exchange gains (losses)	(106)	(14)	657.1	(8)	52	(115.4)
Share in joint venture results	(8)	(22)	(63.6)	(4)	(23)	(82.6)
Others	4	(14)	(128.6)	21	(27)	(177.8)
Net other expenses	(311)	(297)	0	(416)	(492)	(15.7)
Loss before income tax and minority interests	(253)	(915)	(72.3)	(816)	(1,859)	(56.1)
Provision for income tax	3	16	(81.3)	4	20	(80.0)
Loss before minority interests	(256)	(931)	(72.5)	(820)	(1,879)	(56.4)
Minority interests	13	16	(18.8)	12	33	(63.6)
Net loss	(243)	(915)	(73.4)	(807)	(1,846)	(56.3)
Basic loss per share	0.001	0.006	(83.33)	0.005	0.012	(58.33)

FASTECH SYNERGY LTD
BALANCE SHEETS
30 JUNE 2004
(Amounts in '000 USD)

	Group		Company	
	30/06/04	31/12/03	30/06/04	31/12/03
Non-Current Assets				
Property, plant and equipment	28,537	30,205	-	-
Investments in subsidiaries	-	-	13,361	13,361
Investment in a joint venture	159	163	192	192
Goodwill	-	-	-	-
Other non-current assets	547	580	-	-
	29,243	30,948	13,553	13,553
Current Assets				
Inventories	1,712	1,257	-	-
Trade and other receivables	4,837	2,107	11,320	11,791
Prepaid expenses and other current assets	573	434	7	9
Cash and bank balances	243	1,185	26	7
	7,365	4,983	11,353	11,807
Current Liabilities				
Loans payable	4,589	5,727	-	-
Accounts payable and accrued expenses	7,348	4,606	164	143
Income tax payable	3	21	-	-
Current portion of long- term debt	1,518	2,811	705	1,760
Current portion of liability under finance lease	75	75	-	-
	13,533	13,238	869	1,903
Net Current Assets (Liabilities)	(6,168)	(8,255)	10,484	9,904
Non- Current Liabilities				
Long-term debt - net of current portion	2,188	1,040	728	-
Liability under finance lease- net of current portion	46	46	-	-
Deferred tax liability	18	4	-	-
	2,252	1,090	728	0
Net Assets	20,823	21,603	23,309	23,457
Equity				
Capital stock	16,819	16,819	16,819	16,819
Share premium	4,041	4,041	4,041	4,041
Contributed surplus	-	-	2,269	2,269
Retained earnings	(90)	717	180	328
	20,770	21,577	23,309	23,457
Minority Interests	53	26	-	-
Equity and Minority Interests	20,823	21,603	23,309	23,457

FASTECH SYNERGY LTD
CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE SIX MONTHS ENDED 30 JUNE 2004
(Amounts in '000 USD)

Group	
2004	2003

CASH FLOWS FROM OPERATING ACTIVITIES

Loss before income tax and minority interests	(815)	(1,860)
Adjustments for:		
Depreciation and amortization	2,801	3,041
Interest expense	446	530
Amortization of prepaid rent	33	31
Unrealized foreign exchange losses(gain)	25	(52)
Interest income	(22)	(35)
Provisions for:		
Doubtful trade receivables	6	20
Inventory obsolescence	-	34
Share in joint venture results	4	23
Loss on disposal of property and equipment	2	-
Operating income before working capital changes	2,480	1,732
Increase in:		
Trade and other receivables	(2,740)	(649)
Inventories	(455)	(109)
Prepaid expenses and other current assets	(172)	(194)
Increase in accounts payable and accrued expenses	2,744	1,004
Net cash generated from operations	1,857	1,784
Interest paid	(456)	(554)
Income tax paid	(24)	(23)
Interest received	21	5
Net cash generated from operating activities	1,398	1,212

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of property, plant and equipment	(1,135)	(746)
Decrease in other non-current assets	50	19
Net cash used in investing activities	(1,085)	(727)

CASH FLOWS FROM FINANCING ACTIVITIES

Payments of:		
Loans payable	(2,793)	(1,216)
Long-term debt	(145)	0
Proceeds from loans payable	1,644	818
Increase (decrease) in minority interests	39	(3)
Net cash used in financing activities	(1,255)	(401)
Net increase (decrease) in cash and bank balances	(942)	84
Cash and bank balances at the beginning of the period	1,185	233
Cash and bank balances at the end of the period	243	316