

**FASTECH SYNERGY LTD AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS**  
**FOR THE QUARTER AND FOR THE SIX MONTHS ENDED 30 JUNE 2005**

	<b>Group</b>					
	<b>USD ('000)</b>					
	<b>Quarter ended 30/06/2005</b>	<b>Quarter ended 30/06/2004</b>	<b>Increase/ (Decrease) %</b>	<b>Six months ended 30/06/2005</b>	<b>Six months ended 30/06/2004</b>	<b>Increase/ (Decrease) %</b>
<b>Revenues</b>	<b>3,674</b>	6,304	(41.7)	<b>8,323</b>	11,345	(26.6)
<b>Cost of goods sold</b>	<b>4,096</b>	5,304	(22.8)	<b>8,999</b>	9,882	(8.9)
<b>Gross profit (loss)</b>	<b>(422)</b>	1,000	(142.2)	<b>(676)</b>	1,463	(146.2)
<b>Sales and marketing</b>	<b>(70)</b>	(75)	(6.7)	<b>(162)</b>	(165)	(1.8)
<b>Other income (expense)</b>	<b>(94)</b>	(102)	(7.8)	<b>(245)</b>	13	(1,984.6)
<b>Interest and bank charges</b>	<b>(190)</b>	(201)	(5.5)	<b>(391)</b>	(424)	(7.8)
<b>General and administrative</b>	<b>(806)</b>	(867)	(7.0)	<b>(1,575)</b>	(1,698)	(7.2)
<b>Share in joint venture results</b>	<b>9</b>	(8)	(212.5)	<b>10</b>	(4)	(350.0)
<b>Loss before income tax</b>	<b>1,573</b>	253	521.7	<b>3,039</b>	815	272.9
<b>Provision for income tax</b>	<b>(1)</b>	3	(133.3)	<b>1</b>	4	(75.0)
<b>Loss for the period</b>	<b>1,572</b>	256	514.1	<b>3,040</b>	819	271.2
<b>Attributable to:</b>						
<b>Minority interest</b>	<b>9</b>	13	(30.8)	<b>21</b>	12	75.0
<b>Equity holders of the Group</b>	<b>1,563</b>	243	543.2	<b>3,019</b>	807	274.1
	<b>1,572</b>	<b>256</b>	514.1	<b>3,040</b>	<b>819</b>	271.2
<b>Loss per share for profit attributable to equity holders of the Group (basic and fully diluted basis)</b>	<b>(0.009)</b>	(0.001)	800.0	<b>(0.018)</b>	(0.005)	260.0

**FASTECH SYNERGY LTD AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEET**  
**30 JUNE 2005**

	<b>Group</b>		<b>Company</b>	
	<b>USD ('000)</b>		<b>USD ('000)</b>	
	<b>30/06/05</b>	<b>31/12/04</b>	<b>30/06/05</b>	<b>31/12/04</b>
<b>Non-Current Assets</b>				
Property, plant and equipment	22,312	25,323	-	-
Investments in subsidiaries	-	-	9,620	9,620
Investment in a joint venture	169	159	180	180
Other non-current assets	356	499	-	-
	<b>22,837</b>	<b>25,981</b>	<b>9,800</b>	<b>9,800</b>
<b>Current Assets</b>				
Inventories	1,135	1,517	-	-
Trade and other receivables	2,271	3,566	10,815	10,927
Prepaid expenses and other current assets	658	648	8	27
Cash and bank balances	432	178	60	3
	<b>4,496</b>	<b>5,909</b>	<b>10,883</b>	<b>10,957</b>
Equipments held for sale	<b>478</b>	-	-	-
<b>Current Liabilities</b>				
Loans payable	3,582	3,738	-	-
Accounts payable and accrued expenses	5,612	6,298	146	167
Income tax payable	2	49	-	-
Current portion of long term debt	3,144	3,222	1,149	1,193
Current portion of liability under finance lease	115	120	-	-
	<b>12,455</b>	<b>13,427</b>	<b>1,295</b>	<b>1,360</b>
<b>Net Current Assets (Liabilities)</b>	<b>(7,481)</b>	<b>(7,518)</b>	<b>9,588</b>	<b>9,597</b>
<b>Non-Current Liabilities</b>				
Long-term debt - net of current portion	40	99	-	-
Liability under finance lease net of current portion	108	106	-	-
Deferred tax liability	0	10	-	-
	<b>148</b>	<b>215</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>15,208</b>	<b>18,248</b>	<b>19,388</b>	<b>19,397</b>
<b>Equity</b>				
<b>Equity attributable to the Group's equity holders</b>				
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 (Deficit)	(5,791)	(2,772)	(3,741)	(3,732)
	<b>15,069</b>	<b>18,088</b>	<b>19,388</b>	<b>19,397</b>
<b>Minority Interests</b>	<b>139</b>	<b>160</b>	<b>-</b>	<b>-</b>
<b>Total Equity</b>	<b>15,208</b>	<b>18,248</b>	<b>19,388</b>	<b>19,397</b>

**FASTECH SYNERGY LTD AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**30 JUNE 2005**

For the six months ended	
30 June	
Group	
2005	2004
USD ('000)	USD ('000)

**CASH FLOWS FROM OPERATING ACTIVITIES**

Loss before income tax and minority interests	(3,039)	(815)
Adjustments for:		
Depreciation and amortization	2,644	2,801
Provisions for:		
Doubtful trade receivables	-	6
Inventory obsolescence	6	-
Interest expense	406	446
Unrealized foreign exchange losses	88	25
Amortization of pre-paid rent	58	33
Write-off of property and equipment	8	2
Share in joint venture results	(10)	4
Interest income	(14)	(22)
Operating income before working capital changes	<u>147</u>	2,480
Decrease(increase) in:		
Trade and other receivables	1,282	(2,740)
Inventories	376	(455)
Prepaid expenses and other current assets	(69)	(192)
Increase in accounts payable and accrued expenses	<u>(767)</u>	2,744
Net cash generated from operations	969	1,837
Interest paid	(367)	(455)
Income tax paid	(52)	(26)
Interest received	1	22
<b>Net cash generated from operating activities</b>	<u>551</u>	1,378

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of property, plant and equipment	(209)	(1,135)
Proceeds from sale of equipment	90	-
Decrease(increase) in other non-current assets	<u>152</u>	70
<b>Net cash used in investing activities</b>	<u>33</u>	(1,065)

**CASH FLOWS FROM FINANCING ACTIVITIES**

Proceeds from :		
Loans payable	655	1,644
Payments of:		
Loans payable	(844)	(2,793)
Long-term debt	(138)	(145)
Liability under finance lease	(3)	-
Increase (decrease) in minority interests	-	39
<b>Net cash used in financing activities</b>	<u>(330)</u>	(1,255)
<b>Net increase (decrease) in cash and bank balances</b>	<u>254</u>	(942)
Cash and bank balances at the beginning of the period	178	1,185
<b>Cash and bank balances at the end of the year</b>	<u>432</u>	243