

FASTECH SYNERGY LTD AND SUBSIDIARIES
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE QUARTER AND FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2004

	USD ('000)					
	Quarter ended 30/09/04	Quarter ended 30/09/03	Increase/ (Decrease) %	Nine months ended 30/09/04	Nine months ended 30/09/03	Increase/ (Decrease) %
Revenues	5,720	4,457	28.3	17,065	14,157	20.5
Cost of goods sold	5,430	4,277	26.9	15,312	13,583	12.7
Gross profit	290	180	61.1	1,753	574	205.4
Operating expenses						
General and administrative	952	882	7.9	2,650	2,463	7.6
Sales and marketing	72	89	(19.1)	237	269	(11.9)
Total operating expenses	1,024	971	5.5	2,887	2,732	5.7
Income (loss) from operations	(734)	(791)	(7.2)	(1,134)	(2,158)	(47.5)
Other income (expenses)						
Interest and bank charges	(213)	(249)	(14.5)	(637)	(744)	(14.3)
Foreign exchange gains (losses)	17	103	(83.5)	10	155	(93.8)
Share in joint venture results	0	1	(100.0)	(4)	(22)	(81.8)
Others	8	(26)	(130.7)	29	(52)	(155.7)
Net other expenses	(188)	(171)	9.9	(602)	(663)	(9.0)
Loss before income tax and minority interests	(922)	(962)	(4.2)	(1,736)	(2,821)	(38.4)
Provision for income tax	5	19	(73.6)	9	39	(76.9)
Loss before minority interests	(927)	(981)	(5.5)	(1,745)	(2,860)	(38.9)
Minority interests	(14)	17	(182.4)	(1)	50	(102.0)
Net loss	(941)	(964)	(2.4)	(1,746)	(2,810)	(37.8)
Loss per share (basic and fully diluted basis)	0.006	0.006	(10.3)	0.010	0.018	(44.4)

FASTECH SYNERGY LTD
CONSOLIDATED BALANCE SHEETS
30 SEPTEMBER 2004 AND 31 DECEMBER 2003

	Group		Company	
	USD('000)		USD('000)	
	30/09/2004	31/12/03	30/09/04	31/12/03
Non-Current Assets				
Property, plant and equipment	27,255	30,205	-	-
Investments in subsidiaries	-	-	13,361	13,361
Investment in a joint venture	159	163	192	192
Goodwill	-	-	-	-
Other non-current assets	463	580	-	-
	27,877	30,948	13,553	13,553
Current Assets				
Inventories	1,570	1,257	-	-
Trade and other receivables	3,922	2,107	11,091	11,791
Prepaid expenses and other current assets	653	434	22	9
Cash and bank balances	403	1,185	1	7
	6,548	4,983	11,114	11,807
Current Liabilities				
Loans payable	4,209	5,727	-	-
Accounts payable and accrued expenses	6,744	4,608	170	143
Income tax payable	6	21	-	-
Current portion of long- term debt	1,796	2,811	885	1,760
Current portion of liability under finance lease	0	75	-	-
	12,754	13,238	1,055	1,903
Net Current Assets (Liabilities)	(6,207)	(8,255)	10,059	9,904
Non- Current Liabilities				
Long-term debt - net of current portion	1,721	1,040	428	-
Liability under finance lease- net of current portion	0	46	-	-
Deferred tax liability	18	4	-	-
	1,739	1,090	428	0
Net Assets	19,930	21,603	23,185	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(Deficit)	(1,030)	717	55	328
	19,830	21,577	23,185	23,457
Minority Interests	100	26	-	-
Equity and Minority Interests	19,930	21,603	23,185	23,457

FASTECH SYNERGY LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2004 AND 2003

	USD('000)	
	2004	2003
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before income tax and minority interests	(1,737)	(2,820)
Adjustments for:		
Depreciation and amortization	4,177	4,536
Interest expense	670	793
Amortization of prepaid rent	76	68
Loss on disposal of fixed assets	35	
Unrealized foreign exchange losses (gain)	32	(155)
Interest income	(33)	(50)
Provisions for:		
Doubtful trade receivables	6	41
Inventory obsolescence	-	34
Possible loss on advances to supplier	-	37
Share in joint venture results	4	22
Operating income before working capital changes	3,230	2,506
Decrease(increase) in:		
Trade and other receivables	(1,824)	164
Inventories	(314)	54
Prepaid expenses and other current assets	(294)	(244)
Increase in accounts payable and accrued expenses	2,135	126
Net cash generated from operations	2,933	2,606
Interest paid	(682)	(640)
Income tax paid	(26)	(24)
Interest received	60	77
Net cash generated from operating activities	2,286	2,019
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,478)	(981)
Decrease in other non-current assets	106	52
Proceeds from sales of property, plant and equipment	96	
Net cash used in investing activities	(1,276)	(929)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from :		
Loans payable	2,644	655
Issuance of capital stock at premium	-	1,500
Payments of:		
Loans payable	(4,175)	(2,414)
Long-term debt	(333)	0
Expenses related to issuance of common stock		(15)
Increase (decrease) in minority interests	73	(4)
Net cash used in financing activities	(1,791)	(279)
Net increase (decrease) in cash and bank balances	(782)	811
Cash and bank balances at the beginning of the period	1,185	233
Cash and bank balances at the end of the period	403	1,044