TACK FAT GROUP INTERNATIONAL LIMITED

(Provisional Liquidators Appointed)

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 00928)

INTERIM RESULTS ANNOUNCEMENT
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2009

INTERIM RESULTS

The joint and several provisional liquidators (the "Provisional Liquidators") of Tack Fat Group International Limited (Provisional Liquidators Appointed) (the "Company") announce the unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the "Group") for the six months ended 30 September 2009 together with comparative figures for the six months period ended 30 September 2008 as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months period ended 30 September 2009
(Amounts expressed in Hong Kong dollars)

		Unaudited Six months ended 30 September	
		2009	2008
	Note	***$'000***	*$'000*
Turnover	*5*	**21,435**	61,255
Cost of sales		**(12,984)**	(41,502)
Gross profit		**8,451**	19,753
Other revenue	*6(c)*	**1,557**	214,654
Distribution costs		**(24,559)**	(42,097)
Administrative and other operating expenses		**(5,723)**	(185,816)
(Loss)/Profit from operations		**(20,274)**	6,494

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME *(Continued)*
For the six months period ended 30 September 2009
(Amounts expressed in Hong Kong dollars)

		Unaudited Six months ended 30 September	
		2009	2008
	Note	***$'000***	*$'000*
Finance costs	*6(a)*	**(5,783)**	(5,293)
(Loss)/Profit before taxation	*6*	**(26,057)**	1,201
Income tax	*7*	**–**	(49,815)
Total comprehensive loss for the period		**(26,057)**	(48,614)
Attributable to:			
Equity shareholders of the Company		**(23,834)**	(61,324)
Minority interests		**(2,223)**	12,710
		(26,057)	(48,614)
Dividends payable to equity shareholders of the Company	*8*	**Nil**	Nil
Basic loss per share	*9*	**(1.08 cents)**	(2.78 cents)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2009

(Amounts expressed in Hong Kong dollars)

	Note	**Unaudited 30 September 2009 *$'000***	Audited 31 March 2009 *$'000*
Non-current assets			
Property, plant and equipment		**4,333**	6,503
Current assets			
Inventories		**11,863**	15,210
Trade and other receivables	*11*	**29,171**	36,264
Escrow money	*12*	**2,986**	6,332
Cash and cash equivalents		**1,566**	1,878
		45,586	59,684
Current liabilities			
Trade and other payables	*13*	**58,859**	60,641
Provision for bank loan guarantees for subsidiaries	*14(i)*	**828,304**	822,523
Other borrowings	*14(ii)*	**90,500**	90,500
Convertible bonds		**119,396**	119,396
Loans from Investor	*12*	**26,400**	16,400
Tax payable		**50,243**	50,384
Amounts due to deconsolidated subsidiaries		**157,157**	157,157
		1,330,859	1,317,001
Net current liabilities		**(1,285,273)**	(1,257,317)
NET LIABILITIES		**(1,280,940)**	(1,250,814)
EQUITY			
Share capital		**221,261**	221,261
(Deficiency)		**(1,544,818)**	(1,516,915)
ATTRIBUTABLE TO:			
Equity holders of the Company (Deficiency)		**(1,323,557)**	(1,295,654)
Minority interests		**42,617**	44,840
		(1,280,940)	(1,250,814)

NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 30 September 2009

1 ORGANIZATION AND OPERATION

Tack Fat Group International Limited (Provisional Liquidators Appointed) (the "Company", together with its subsidiaries, the "Group") was incorporated in the Cayman Islands on 12 March 2001. The address of its registered office is Century Yard, Cricket Square, Hutchins Drive, George Town, Grand Cayman, Cayman Islands, British West Indies. The principal place of business is 14/F, The Hong Kong Club Building, 3A Chater Road, Central, Hong Kong. The shares of the Company were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 29 April 2002 and have been suspended from trading since 30 July 2008.

The Company is principally engaged in investment holding. The Group is principally engaged in the apparel retailing business in the People's Republic of China (the "PRC").

The Company's functional currency is Renminbi. The condensed consolidated financial statements are presented in Hong Kong dollars as the Hong Kong dollars is considered the most appropriate presentation currency in view of the Company's past practice.

2 BASIS OF PRESENTATION

The unaudited condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34: "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") and the same accounting policies as those adopted in the annual financial statements for the year ended 31 March 2009 (the "2009 Annual Accounts"). These condensed consolidated financial statements should be read in conjunction with the 2009 Annual Report. The financial information relating to the financial year ended 31 March 2009 that is included in these condensed consolidated financial statements is derived from the 2009 Annual Accounts.

The interim financial report is unaudited and has been reviewed by the audit committee of the Company but not the auditors.

Going concern

As at 30 September 2009, the Group had unaudited consolidated net current liabilities of approximately HK$1,285.27 million (31 March 2009: approximately HK$1,257.32 million) and unaudited consolidated net liabilities of approximately HK$1,280.94 million (31 March 2009: approximately HK$1,250.81 million). The Group had a net loss attributable to equity holders of the Company for the 6 months ended 30 September 2009 of approximately HK$23.83 million (six months ended 30 September 2008: approximately HK$61.32 million).

On 11 September 2008, pursuant to a court order by the High Court of Hong Kong (the "High Court"), Mr. Fok Hei Yu and Mr. Roderick John Sutton, both of Ferrier Hodgson Limited, were appointed as the joint and several provisional liquidators to the Company (the "Provisional Liquidators") as a result of the Company's self petition for winding up and Bank of America N.A.'s application to support the winding up petition against the Company. Upon the appointment of the Provisional Liquidators, the powers of the directors were suspended with regard to the affairs and business of the Company.

Based on their best knowledge, the Provisional Liquidators are responsible for the accuracy and completeness of the contents of this report and the condensed consolidated financial statements for the six months ended 30 September 2009 in relation to (i) the affairs of the Group after the appointment of the Provisional Liquidators; and (ii) the preparation of the contents of these condensed consolidated financial statements for the six months ended 30 September 2009.

The unaudited condensed consolidated financial statements have been prepared on a going concern basis on the basis that the proposed restructuring of the Company will be successfully completed, and that, following the restructuring, the Group will continue to meet in full its financial obligations as they fall due in the foreseeable future.

Should the Group be unable to achieve a successful restructuring and to continue its business as a going concern, adjustments would have to be made to the condensed consolidated financial statements to adjust the value of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify non-current assets and liabilities as current assets and liabilities, respectively.

Loss of books and records and effect on the opening and corresponding figures

The Provisional Liquidators have used their best endeavors to locate all the books and records of the Group since their appointment but were unable to obtain sufficient books and records to enable them to satisfactorily accept various opening account balances of the Group for the following reasons:

- Most of the books and records of the Group were lost prior to the appointment of the Provisional Liquidators and books and records recovered from the office of the Company and its subsidiaries were minimal;

- According to some former staff of the Group, some of the relevant books and records may have been shipped overseas shortly prior to the appointment of the Provisional Liquidators. However, the Provisional Liquidators are unable to verify the validity of this information; and

- Former accounting personnel of the Group had left and the Provisional Liquidators have been unable to get their cooperation in connection with updating the accounts.

The condensed consolidated financial statements of the Group for the six months ended 30 September 2008 and for the financial year ended 31 March 2009 have been prepared based on the available books and records. Accordingly, the Provisional Liquidators are unable to ascertain that the opening balances and corresponding figures of the Group for the six months ended 30 September 2009 have been properly reflected.

Deconsolidation of subsidiaries and subsequent impairment of respective book values

The condensed consolidated financial statements have been prepared based on the books and records recovered by the Provisional Liquidators since their appointment. The Provisional Liquidators consider that control of the Company over certain subsidiaries has been lost subsequent to the year ended 31 March 2008. Details are set out as follows:

- The directors of the Company resolved to appoint an independent reporting accountant Borrelli Walsh Limited on 30 July 2008 to investigate into the matters giving rise to the Company's failure to report its results for the year ended 31 March 2008;

- On 9 September 2008, Borrelli Walsh Limited resigned, citing that it was unable to obtain sufficient information to properly discharge its engagement, and raised concern that the board of directors was unable to control the assets of the Group after 23 June 2008;

- Mr. Fok Hei Yu and Mr. Roderick John Sutton, both of Ferrier Hodgson Limited, were appointed as provisional liquidators to Tack Fat Swimwear Manufacturing Limited ("Tack Fat Swimwear") and liquidators to Tack Fat Manufacturing Factory Limited ("Tack Fat Manufacturing") on 6 October 2008 and 4 September 2009 respectively;

- Tack Fat International Holdings Limited ("Tack Fat International") and Chiu Wing Enterprise Limited ("Chiu Wing") were placed into creditors' voluntary liquidation on 23 April 2009;

- Lantern Services Limited, Potter Industries Limited and Sino Profit Limited, all directly wholly owned subsidiaries of Ever Century Holdings Limited ("Ever Century") were transferred to a special purpose vehicle controlled by the Provisional Liquidators on 29 May 2009 for realisation for the benefit of the creditors of the Company and to facilitate the restructuring as proposed by Radford Developments Limited (the "Investor"); and

- According to the investigation by the Provisional Liquidators, the Company does not have any legal ownership over Masswin International Limited ("Masswin") and accordingly, Masswin is no longer deemed as a subsidiary of the Company. Moreover, Masswin was struck off from the British Virgin Islands registrar on 1 May 2009.

The Provisional Liquidators are of the view that the results and assets and liabilities of the said subsidiaries should not be consolidated to the condensed consolidated financial statements of the Company. The Provisional Liquidators also feel that it would be appropriate to fully impair their book value on the Group's condensed consolidated financial statements to zero, due to (i) the adverse financial positions of Tack Fat Swimwear, Tack Fat Manufacturing, Tack Fat International and Chiu Wing; and (ii) the Group's control over the operations of Lantern Services Limited, Potter Industries Limited, Sino Profit Limited and Masswin being lost before the appointment of the Provisional Liquidators.

Among the assets, the values of which the Provisional Liquidators consider should be fully impaired are the trademarks related to the brands "XXEZZ" and "MUDD®" and the receivables of approximately HK$300 million recorded under Global Far East (Macao Commercial Offshore) Limited ("GFE (Macao)"), a wholly owned subsidiary of Sino Profit Limited.

Pursuant to the Company's announcement dated 29 May 2007, the Company acquired the XXEZZ business in June 2007 by acquiring 90% interest in Best Favour Investments Limited, which was principally engaged in fashion design and management of its XXEZZ brand of smart casual wear. Investigations conducted by the Provisional Liquidators show that the brand "XXEZZ" does not belong to the Group. Thus, any value that has been previously attributed to the goodwill relating to the "XXEZZ" brand should be fully impaired. However, Best Favour Investments Limited has always been managing the brand of XXEZZ pursuant to a written authority.

In respect of the "MUDD®" trademark, it is owned by Wingar Limited, an indirect subsidiary of Tack Fat Swimwear. Since the Provisional Liquidators have been appointed to Tack Fat Swimwear, which is deconsolidated from the Group, the goodwill related to the "MUDD®" trademark, if any, should not be accounted for by the Group. Furthermore, the MUDD® retail business has been loss making since the year ended 31 March 2008 and accordingly, the Provisional Liquidators consider that any value that has been attributed to the goodwill previously should be fully impaired.

The Provisional Liquidators are aware that the Company disclosed in its announcement on 15 July 2008 that the Company was going to assign the receivables of GFE (Macao) for HK$300 million to the vendor for the acquisition of 40% shareholding interest in Global Agricultural Development Limited. The Provisional Liquidators are unable to obtain any supporting documents from available records to identify the debtor(s) and determine whether the HK$300 million receivables ever existed. GFE (Macao) is a directly owned subsidiary of Sino Profit Limited, which has been transferred to a special purpose vehicle controlled by the Provisional Liquidators on 29 May 2009 for realisation of the benefit of the creditors of the Company and to facilitate the restructuring as proposed by the Investor.

Any adjustment as a result of the abovementioned action may have a significant effect to the Group's condensed consolidated financial statements for the six months ended 30 September 2009 and the relevant disclosures. Accordingly, the corresponding figures shown in the condensed consolidated financial statements may not be comparable with those figures for the six months period ended 30 September 2008.

3 PRINCIPAL ACCOUNTING POLICIES

(i) DEPARTURE FROM THE HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")

Due to the resignation of the majority of management personnel responsible for maintaining the books and records and the failure to access the books and records of certain subsidiaries, the Provisional Liquidators do not have sufficient information to compile the condensed consolidated financial statements of the Group for the six months ended 30 September 2009 so as to comply with the HKFRSs. The following information are not disclosed in the said condensed consolidated financial statements:

(a) Details of the Group's aging of debtors and creditors as required by the Listing Rules; and

(b) Information of deferred taxation and taxation charge reconciliation as required by HKAS 12 "Income Taxes".

(ii) APPLICATION OF NEW AND REVISED HKFRSs

In the current period, the Group has applied the following new amendments and interpretations ("new HKFRSs") issued by the HKICPA, which are or have become effective.

HKAS 1 (Revised)	Presentation of Financial Statements
HKAS 23 (Revised)	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 Assoicate
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 Derivatives
HK(IFRIC) – Int 13	Customer Loyalty Programme
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
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2008, except for the amendment to HKFRS 5 that is effective for annual periods beginning or after 1 July 2009
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2009 in relation to the amendment to paragraph 80 of HKAS 39

The adoption of these new HKFRSs had no material effect on the results or 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)	Amendment to HKFRS 5 as part of Improvements to HKFRSs 2008[1]
HKFRSs (Amendments)	Improvements to HKFRSs 2009[2]
HKAS 24 (Revised)	Related Party Disclosures[3]
HKAS 27 (Revised)	Consolidated and Separate Financial Statements[1]
HKAS 32 (Amendment)	Classification of Rights Issues[4]
HKAS 39 (Amendment)	Eligible Hedged Items[1]
HKFRS 1 (Amendment)	Additional Exemptions for First-time Adopters[5]
HKFRS 2 (Amendment)	Group Cash-settled Share-based Payment Transactions[5]
HKFRS 3 (Revised)	Business Combinations[1]
HKFRS 9	Financial Instruments[6]
HK(IFRIC) – Int 17	Distribution of Non-cash Assets to Owners[1]

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 and 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

The adoption of HKFRS 3 (Revised) may affect the Group's accounting for business combinations for which the acquisition dates are on or after the beginning of the first annual reporting period beginning on or after 1 July 2009. HKAS 27 (Revised) 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 account for as equity transactions. The Provisional Liquidators anticipate that the application of other new and revised standards, amendments or interpretations will have no material impact on the results and the financial position of the Group.

4 SEGMENT REPORTING

Segment information is presented in respect of the Group's business and geographical segments according to the information available to the Provisional Liquidators. Business segment information is chosen as the primary reporting format because this is more relevant to the Group's internal financial reporting.

(a) **Business Segment**

The Group has been predominately operating in one single business segment, i.e. the retail trading of garments in the PRC.

(b) **Geographical Segments**

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of the customers. Segment assets and capital expenditures are based on the geographical location of the assets.

The Group's business is principally managed in Hong Kong and other parts of the PRC while the principal market for the Group's products is retail trading of garments in the PRC.

For the six months periods ended 30 September 2009 and 2008, more than 90% of the Group's revenue and assets are derived from operations based in the PRC. Accordingly, no further analysis of the Group's geographical segments is disclosed.

5 TURNOVER

The principal activity of the Group is the retail sale of garments. Turnover represents the aggregate of the invoiced value of goods sold and is stated after deducting goods returned, trade discounts and sales tax.

6 (LOSS)/PROFIT BEFORE TAXATION

Loss before taxation is arrived at after charging the following:

(a) **Finance Costs**

	Unaudited Six months ended 30 September	
	2009	2008
	HK$'000	*HK$'000*
Interest on bank advances and other borrowings wholly repayable within five years	**5,783**	5,293

(b) **Other Items**

	Unaudited Six months ended 30 September	
	2009	2008
	HK$'000	*HK$'000*
Cost of sales	**12,984**	41,502
Depreciation and amortization of property, plant and equipment	**993**	1,387

(c) Other revenue

	Unaudited Six months ended 30 September 2009 *HK$'000*	2008 *HK$'000*
Interest income	–	8
Reversal of excess impairment and written off (Note)	–	213,123
Others	**1,557**	1,523
	1,557	214,654

Note: These amounts mainly represent certain impairments recognised in the "Prepayment, deposits and other receivables" and "Amounts due to deconsolidated subsidiaries" written-off in the accounts of New Profit Garment (Luo Ding) Company Limited as at 31 March 2008 due to incomplete books and records. As a result of further investigation by the Provisional Liquidators, such impairments and write-off are considered excessive. Accordingly, the Provisional Liquidators have made adjustments for the reversal of these figures in the prior corresponding period ended 30 September 2008.

7 INCOME TAX

The provision for Hong Kong Profits Tax for 2009 is calculated at 16.5% (six months ended 30 September 2008: 16.5%) of the estimated assessable profits for the period.

The Group's subsidiary in the PRC is subject to PRC income tax at the rate of 25% (six months ended 30 September 2008: 25%) of its taxable income.

The immediate holding company of all of the Company's Cambodia subsidiaries, Tack Fat International, has been deconsolidated from the condensed consolidated financial statements of the Group since the year ended 31 March 2008 and has been placed into creditors' voluntary liquidation pursuant to section 228A of the Companies Ordinance (Chapter 32) of the Laws of Hong Kong (the "Companies Ordinance") on 23 April 2009. On this basis, the Group will no longer be subject to Cambodia tax.

8 DIVIDEND

	Unaudited Six months ended 30 September 2009 *HK$'000*	2008 *HK$'000*
Interim dividend paid – HK$ Nil per share	–	–

9 LOSS PER SHARE

(a) Basic Loss Per Share

The calculation of basic loss per share is based on the loss attributable to ordinary equity shareholders of the Company for the six months ended 30 September 2009 of approximately HK$23.83 million (six months ended 30 September 2008: approximately HK$61.32 million) and the weighted average number of 2,212,606,800 ordinary shares in issue during the period (six months ended 30 September 2008: 2,205,175,106).

(b) Diluted Loss Per Share

Since the outstanding share options and convertible bonds are anti-dilutive to the loss per share, no diluted loss per share is presented for both periods.

10 OTHER FINANCIAL ASSETS

To the best knowledge of the Provisional Liquidators, the Group did not hold any other financial assets during the six months ended 30 September 2009. Accordingly, the Provisional Liquidators are not aware of any significant discrepancy of the said item.

On the basis that the relevant books and records are either lost prior to the appointment of the Provisional Liquidators or being incomplete, the Provisional Liquidators make no representation as to the completeness and accuracy of the other financial assets traded in the six month period ended 30 September 2008.

11 TRADE AND OTHER RECEIVABLES

	Unaudited 30 September 2009	Audited 31 March 2009
	HK$'000	*HK$'000*
Trade receivables	**15,829**	22,486
Prepayments, deposits and other receivables	**13,342**	13,778
	29,171	36,264

All the trade and other receivables are expected to be recovered within one year and are denominated in Renminbi.

12 ESCROW MONEY

	Unaudited 30 September 2009 *HK$'000*	Audited 31 March 2009 *HK$'000*
Professional fees	**761**	3,184
Working capital	**2,225**	3,148
	2,986	6,332

On 12 January 2009, the Provisional Liquidators, on behalf of the Company, entered into an exclusivity and escrow agreement with the Investor. The said agreement granted the Investor a 6-month exclusivity period to negotiate the restructuring of the Company and certain subsidiaries and associated companies in the Group, and in turn, the Investor paid a sum of HK$10 million loan to the Company to meet its working capital requirement and a sum of HK$6.4 million to meet the cost and expenses in relation to the restructuring of the Company during the 6-month exclusivity period according to the said agreement.

On 11 August 2009, the Investor and the Provisional Liquidators entered into a revolving loan facility agreement, pursuant to which, the Investor consented to provide an additional working capital loan in an aggregate amount equal to HK$15 million. As at 30 September 2009, the Company utilized HK$10 million of the said facility.

13 TRADE AND OTHER PAYABLES

	Unaudited 30 September 2009 *HK$'000*	Audited 31 March 2009 *HK$'000*
Trade payables	**40,622**	40,532
Accruals and other payables	**18,237**	20,109
	58,859	60,641

All the trade and other payables are expected to be settled within one year. All the trade payables are denominated in Renminbi and all accruals and other payables are denominated in Hong Kong dollar.

14 PROVISION FOR BANK LOAN GUARANTEES FOR SUBSIDIARIES AND OTHER BORROWINGS

The banking facilities of the Group were secured by corporate guarantees issued by the Company. The banking facilities granted to the subsidiaries of the Company were secured by the Company's interest in some of its subsidiaries and guaranteed by the Company. As at 30 September 2009, the Company obtained loans from certain financial institutions. Details of such guarantees and loans provided by financial institutions are set out below:

(i) Provision for bank loan guarantees for subsidiaries

	Unaudited 30 September 2009	Audited 31 March 2009
	HK$'000	*HK$'000*
Secured	**133,018**	133,018
Unsecured	**695,286**	689,505
	828,304	822,523

All bank loan guarantees for subsidiaries are repayable within 1 year or on demand.

(ii) Other borrowings

	Unaudited 30 September 2009	Audited 31 March 2009
	HK$'000	*HK$'000*
Secured	**45,000**	45,000
Unsecured	**45,500**	45,500
	90,500	90,500

All other borrowings are repayable within 1 year or on demand.

The effective interest rate for the six months ended 30 September 2009 for other borrowings were 2% per month and 6% per annum. (six months ended 30 September 2008: 2% per month and 6% per annum).

To the best knowledge of the Provisional Liquidators, the Provisional Liquidators are not aware of any significant discrepancy of the abovementioned provision for bank loan guarantees for subsidiaries and other borrowings.

15 LEASE COMMITMENT

At 30 September 2009, the total future minimum lease payments under non-cancellable operating leases are repayable as follows:

	Unaudited 30 September 2009 *HK$'000*	Audited 31 March 2009 *HK$'000*
Within 1 year	**1,200**	2,130
After 1 year but within 5 years	**9,470**	14,091
	10,670	16,221

To the best knowledge of the Provisional Liquidators, the Group is the leasee in respect of a number of properties held under operating leases. The leases typically run for an initial period of one to three years, with an option to renew the lease when all terms are renegotiated.

16 CONTINGENT LIABILITIES

On the basis that the relevant books and records are either lost prior to the appointment of the Provisional Liquidators or being incomplete, to the best knowledge and information of the Provisional Liquidators, the Group has no significant contingent liabilities.

17 RELATED PARTY TRANSACTION

To the best knowledge and information of the Provisional Liquidators, there was no related party transaction during the six months period ended 30 September 2009.

The Provisional Liquidators make no representation as to whether the Group entered into any related party transaction during the six months ended 30 September 2008.

18 IMMEDIATE AND ULTIMATE CONTROLLING PARTY

According to the latest available information to the Provisional Liquidators, the immediate parent and ultimate controlling party of the Group was Efulfilment Enterprises Limited, which was incorporated in the British Virgin Islands and beneficially owned by Mr. Kwok Chiu and Mr. Kwok Wing, former executive director and chairman of the Company, in the proportion of 50:50, as at 30 September 2009. This entity does not produce financial statements available for public use.

INTERIM DIVIDEND

There will not be a payment of an interim dividend for the six months ended 30 September 2009 (six months ended 30 September 2008: Nil).

BUSINESS REVIEW

To the best of the Provisional Liquidators' knowledge and information, since the time of their appointment, the Company is principally engaged in investment holding and the Group is principally engaged in the apparel retail business in the PRC, being the only business remaining under the Group's control.

RESTRUCTURING OF THE GROUP AND KEY EVENTS AFTER THE APPOINTMENT OF THE PROVISIONAL LIQUIDATORS UP TO THE DATE OF THIS REPORT

On 10 October 2008, the Stock Exchange issued a letter to the Company, inter alia, setting out the conditions for resumption of trading of the shares of the Company as follows:

- to submit a viable resumption proposal to demonstrate the Company's compliance with the Listing Rules and all applicable laws and regulations;

- to clarify the Group's financial position and the transfer of the shares of Ever Century, to Merrier Limited ("Merrier") for US$1 on 15 August 2008;

- to publish all outstanding financial results of the Group as required under the Listing Rules and address any concerns that may be raised by the auditors of the Company through the qualification of their audit report on the financial statements of the Group; and

- to demonstrate that the Company has adequate financial reporting system and internal control procedures to enable the Company to meet its obligations under the Listing Rules.

The Stock Exchange placed the Company in the first stage of the delisting procedures in accordance with Practice Note 17 to the Listing Rules. If the Company failed to submit a viable resumption proposal on or before 10 April 2009 and demonstrate its compliance with Rule 13.24 of the Listing Rules, the Stock Exchange would consider whether to proceed to place the Company in the second stage of delisting procedures. Subsequently, the Stock Exchange extended the said deadline.

Asian Capital (Corporate Finance) Limited has been appointed by the Provisional Liquidators as the financial advisor to the Company regarding the restructuring of the Group.

On 12 January 2009, the Provisional Liquidators, on behalf of the Company, entered into an exclusivity and escrow agreement with the Investor. The said agreement granted the Investor a 6-month exclusivity period to negotiate the restructuring of the Company, certain subsidiaries and associated companies in the Group, and in turn, the Investor paid a sum of HK$10 million loan to the Company to meet its working capital requirement and a sum of HK$6.4 million to meet the cost and expenses in relation to the restructuring of the Company during the 6-month exclusivity period according to the said agreement.

On 3 April 2009, the Company, the Provisional Liquidators, Forefront Finance Co., Limited ("Forefront"), Merrier, Hansom Finance Limited ("Hansom") and the Investor entered into a settlement deed pursuant to which Merrier agreed to transfer the interest in Ever Century (a subsidiary which was charged and transferred to Forefront by the Company in June 2008 and August 2008 respectively) back to the Company in order to facilitate the restructuring of the Company and Forefront and Hansom acknowledged, confirmed and agreed that there was no intention to change the beneficial ownership of interest in Ever Century or the Company's control over Ever Century.

On 23 April 2009, Tack Fat International and Chiu Wing, both indirect wholly-owned subsidiaries of the Company, were placed into creditors' voluntary liquidation pursuant to section 228A of the Companies Ordinance.

On 29 May 2009, the Provisional Liquidators, Ever Century and Key Winner Holdings Limited ("Key Winner") (a special purpose vehicle controlled by the Provisional Liquidators) entered into a sale and purchase agreement where Key Winner agreed to acquire and the Provisional Liquidators (on behalf of the Company) agreed to sell Ever Century's entire interest in Lantern Services Limited, Potter Industries Limited and Sino Profit Limited at a nominal consideration of HK$1. The said transaction is primarily in furtherance of the Group's restructuring.

On 8 July 2009, the Provisional Liquidators and the Investor entered into a side letter extending the exclusivity period by a 6-month period to 12 January 2010.

On 20 July 2009, the Company submitted a proposal to the Stock Exchange for the resumption of trading in the shares of the Company.

On 11 August 2009, the Investor and the Provisional Liquidators entered into a revolving loan facility agreement, pursuant to which, the Investor consented to provide additional working capital loan for the Group's retail business operating entity in the PRC of an aggregate amount equal to HK$15 million till 31 December 2009 or any date to be extended by written agreement between the Investor and the Provisional Liquidators.

PROSPECTS

It is anticipated that the financial position of the Group will be substantially improved upon (i) the Investor signing a formal restructuring agreement with the Provisional Liquidators (on behalf of the Company without personal liability) to revive the Group; and (ii) completion of the proposed restructuring of the Group as contemplated under such agreement. The Investor and the Provisional Liquidators anticipate all existing liabilities owed to the creditors of the Company and creditors of its subsidiaries holding guarantees given by the Company will be compromised and discharged through a proposed Hong Kong scheme of arrangement.

Subject to, among other things, the approvals of the shareholders of the Company and the Stock Exchange upon completion of the abovementioned restructuring agreement, the Company's shares is expected to resume trading on the Stock Exchange.

It is the Investor's intention to maintain the Group's existing retail business, currently conducted through New Profit Garment (Luo Ding) Company Limited, an indirect 90%-owned subsidiary of the Company and which is currently the only operating subsidiary of the Company.

With the strong and continuous support provided by the Investor to the Group in terms of both business and financial aspects, the Group will be able to sustain its retail business at a sufficient level in upcoming financial years and expand its retail business to a substantial level within a reasonable period of time after the resumption of trading in the shares of the Company on the Stock Exchange.

SUSPENSION OF TRADING OF THE COMPANY'S SHARES AND APPOINTMENT OF THE JOINT AND SEVERAL PROVISIONAL LIQUIDATORS

Trading in the Company's shares on Stock Exchange has been suspended since 30 July 2008. As stated in note 2 to this announcement:

"On 11 September 2008, pursuant to a court order, Mr. Fok Hei Yu and Mr. Roderick John Sutton, both of Ferrier Hodgson Limited, were appointed as the joint and several provisional liquidators to the Company (the "Provisional Liquidators") as a result of the Company's self petition for winding up and Bank of America N.A.'s application to support the winding up petition against the Company. Upon the appointment of the Provisional Liquidators, the powers of the directors were suspended with regard to the affairs and business of the Company.

Based on their best knowledge, the Provisional Liquidators are responsible for the accuracy of the contents of this report and the financial statements for the six months ended 30 September 2009 in relation to (i) the affairs of the Group after the appointment of the Provisional Liquidators; and (ii) the preparation of the contents of these financial statements for the six months ended 30 September 2009."

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

To the best knowledge of the Provisional Liquidators, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 September 2009.

CODE ON CORPORATE GOVERNANCE PRACTICES

The Provisional Liquidators make no representation as to whether the Company had complied with the code provisions set out in the Code on Corporate Governance Practices as set out in Appendix 14 to the Listing Rules throughout the six months ended 30 September 2009.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Provisional Liquidators make no representation as to whether the Company and its directors had complied with the required standard set out in the Model Code throughout the six months ended 30 September 2009.

AUDIT COMMITTEE

Following the resignations of the Company's independent non-executive directors in or around September 2008, there have been no replacements of independent non-executive directors until the appointment of Mr. Pau Chin Hung, Andy, Mr. Choong Khuat Leok and Mr. Kooi Tock Chian on 7 October 2009 due to restricted financial resources of the Company.

On 24 November 2009, the audit committee of the Company was reconstituted. Mr. Pau Chin Hung, Andy, Mr. Choong Khuat Leok and Mr. Kooi Tock Chian were appointed as members of the audit committee, with Mr. Choong being appointed as chairman. Accordingly, the audit committee considered and accepted its terms of reference to:

- Make recommendations to the Company regarding external auditors;
- Review and monitor external auditors independence and objectivity and effectiveness of audit process in accordance with applicable standard;
- Develop and implement policy on engagement of external auditor to provide non-audit services;
- Review the financial information of the Company prior to publication; and
- Oversee the Company's financial reporting system and internal control procedures.

The interim report has been reviewed by the audit committee but not the auditors.

PUBLICATION OF INFORMATION ON WEBSITES

This results announcement is available for viewing on the website of Stock Exchange at www.hkex.com.hk and on the website of the Company at www.tackfatgroup.com.

By order of the Board
TACK FAT GROUP INTERNATIONAL LIMITED
(Provisional Liquidators Appointed)
CHOONG Khuat Leok
Independent non-executive Director

For and on behalf of
TACK FAT GROUP INTERNATIONAL LIMITED
(Provisional Liquidators Appointed)
FOK Hei Yu
Roderick John SUTTON
Joint and Several Provisional Liquidators
who act without personal liabilities

Hong Kong, 24 December 2009

As at the date of this announcement, the Board comprises (i) one non-executive Director, Mr. James D. McMullen; and (ii) three independent non-executive Directors, namely, Mr. Pau Chin Hung, Andy, Mr. Choong Khuat Leok and Mr. Kooi Tock Chian.