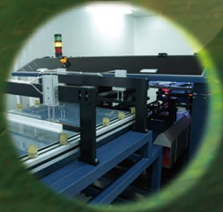
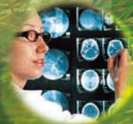




中國保綠資產投資有限公司
China Gogreen Assets Investment Limited

(Incorporated in Bermuda with limited liability)
(Stock Code : 397)

Interim Report 2010



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Xue Feng (*Chairman*)

(appointed on 14 June 2010)

Mr. Cho Kwai Yee, Kevin

Mr. Lawrence Tang

Mr. Liu Wenmao

(appointed on 28 January 2010)

Dr. Fung Yiu Tong, Bennet

(resigned with effect from
14 June 2010)

Independent Non-executive Directors

Mr. Chan Chi Yuen

Mr. Lo Chun Nga

Mr. Chik Chi Man

COMPANY SECRETARY

Mr. Lam Chun Kei

AUDIT COMMITTEE

Mr. Chan Chi Yuen (*Chairman*)

Mr. Lo Chun Nga

Mr. Chik Chi Man

AUDITORS

HLB Hodgson Impey Cheng

Chartered Accountants

Certified Public Accountants

31st Floor, Gloucester Tower

The Landmark

11 Pedder Street, Central

Hong Kong

REGISTERED OFFICE

Canon's Court

22 Victoria Street

Hamilton HM12

Bermuda

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Workshop no.16, 9th Floor

Corporation Park

No. 11 On Lai Street

Shatin, New Territories

Hong Kong

PRINCIPAL BANKERS

Dah Sing Bank Limited

The Hongkong and Shanghai

Banking Corporation Limited

Standard Chartered Bank

(Hong Kong) Limited

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Butterfield Fund Services

(Bermuda) Limited

Rosebank Centre

11 Bermudiana Road

Pembroke

Bermuda

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Tengis Limited

26/F, Tesbury Centre

28 Queen's Road East

Hong Kong

WEBSITE

www.chinagogreen.com.hk

FINANCIAL HIGHLIGHTS

For the six months ended 30 June 2010:

- The Group recorded revenue of approximately HK\$82,848,000, representing an increase of 16.87% as compared with the six months ended 30 September 2009.
- Loss attributable to owners of the Company amounted to approximately HK\$40,331,000 for the six months ended 30 June 2010 (for the six months ended 30 September 2009: profit of approximately HK\$101,991,000). Such loss was mainly due to (1) absence of one-off gain on disposal of subsidiaries for the six months ended 30 June 2010; (2) losses arising on change in fair value of the Group's held-for-trading securities; and (3) the estimated fair value of share-based payment expense relating to the share options granted by the Company during the six months ended 30 June 2010.
- The Board does not recommend the payment of an interim dividend.

As at 30 June 2010:

- The Group held cash and bank balances of approximately HK\$219,455,000 (31 December 2009: approximately HK\$335,702,000). Net current assets amounted to approximately HK\$411,797,000 (31 December 2009: approximately HK\$465,219,000). Current ratio (defined as total current assets divided by total current liabilities) was 33.6 times (31 December 2009: 29.5 times).
- The Group had bank borrowings of approximately HK\$5,361,000 (31 December 2009: approximately HK\$5,553,000).

INTERIM RESULTS

The board (the "Board") of directors (the "Directors") of China Gogreen Assets Investment Limited (the "Company") announces the unaudited consolidated interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2010 together with comparative figures for the six months ended 30 September 2009 as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Notes	For the six months ended	
		30 June 2010 (Unaudited) HK\$'000	30 September 2009 (Unaudited) HK\$'000
Gross proceeds from operations	3	229,183	187,867
Revenue	3	82,848	70,889
Other income		6,165	2,285
Changes in inventories and clinical supplies consumed		(24,531)	(20,735)
Employee benefits expense		(44,041)	(37,026)
Depreciation and amortization expenses		(9,106)	(8,964)
(Loss)/Gain on fair value changes on held-for-trading investments		(25,796)	27,482
Gain on deemed disposal of subsidiaries		-	11,572
Gain on disposal of subsidiaries		-	4,756
Gain on disposal of associates		-	78,065
Finance costs	5	(121)	(36)
Impairment losses on goodwill		(509)	-
Share of results of an associate		653	350
Other operating expenses		(25,763)	(26,890)
(Loss)/Profit before tax		(40,201)	101,748
Income tax	6	-	-
(Loss)/Profit for the period	7	(40,201)	101,748

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	For the six months ended	
	30 June 2010 (Unaudited) HK\$'000	30 September 2009 (Unaudited) HK\$'000
<i>Notes</i>		
Other comprehensive income		
Exchange difference arising on translation of foreign operations	544	–
Total comprehensive (loss)/income for the period	(39,657)	101,748
(Loss)/Profit attributable to:		
Owners of the Company	(40,331)	101,991
Non-controlling interests	130	(243)
	(40,201)	101,748
Total comprehensive (loss)/income attributable to:		
Owners of the Company	(40,070)	101,991
Non-controlling interests	413	(243)
	(39,657)	101,748
(Loss)/Earnings per share		
Basic and diluted (HK cents per share)	(3.56)	26.01

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	At 30 June 2010 (Unaudited) HK\$'000	At 31 December 2009 (Audited) HK\$'000
Non-current assets			
Property, plant and equipment		99,899	106,452
Prepaid lease payments		25,739	26,051
Investment properties		55,000	25,000
Goodwill		65,613	65,613
Interest in an associate		927	1,054
Deposits paid for acquisition of property, plant and equipment		355,082	–
		602,260	224,170
Current assets			
Amount due from non-controlling shareholders		1,181	1,181
Inventories of clinical supplies, at cost		1,557	1,478
Trade and other receivables	10	49,937	31,675
Tax recoverable		1,726	878
Held-for-trading investments		140,569	100,650
Pledged bank deposits		10,000	10,000
Bank balances and cash		219,455	335,702
		424,425	481,564
Current liabilities			
Amount due to non-controlling shareholders		1,483	1,450
Trade and other payables	11	10,754	14,509
Bank borrowings – due within one year	12	391	386
		12,628	16,345

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	At 30 June 2010 (Unaudited) HK\$'000	At 31 December 2009 (Audited) HK\$'000
Net current assets	411,797	465,219
Total assets less current liabilities	1,014,057	689,389
Non-current liabilities		
Deferred tax	8,684	8,684
Bank borrowings – due after one year	4,970	5,167
	13,654	13,851
Net assets	1,000,403	675,538
Capital and reserves		
Share capital	13,616	8,095
Reserves	800,464	622,445
Equity attributable to owners of the Company	814,080	630,540
Non-controlling interests	186,323	44,998
Total equity	1,000,403	675,538

Notes

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Equity attributable to owners of the Company							Total HK\$'000	Non- controlling interests HK\$'000	Total equity HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Capital redemption reserve HK\$'000	Contributed surplus HK\$'000	Translation reserve HK\$'000	Share- based payments reserve HK\$'000	(Accumulated losses)/ retained earnings HK\$'000			
At 1 April 2009	169,571	791,071	861	29,390	270	12,038	(675,260)	327,941	23,555	351,496
Total comprehensive income for the period	-	-	-	-	-	-	101,991	101,991	(243)	101,748
Recognition of equity - settled share-based payments	-	-	-	-	-	3,217	-	3,217	-	3,217
Effects of capital reorganisation	(166,180)	(777,327)	-	282,400	-	-	661,107	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	2,580	2,580
Deemed disposal of subsidiaries	-	-	-	-	-	-	-	-	18,292	18,292
Disposal of subsidiaries	-	-	-	-	-	-	-	-	(41,399)	(41,399)
Issue of new shares by way of placement	3,669	156,531	-	-	-	-	-	160,200	-	160,200
Transaction costs attributable to issue of new shares	-	(4,304)	-	-	-	-	-	(4,304)	-	(4,304)
Issue of shares upon exercise of share options	305	21,811	-	-	-	(2,895)	-	19,221	-	19,221
At 30 September 2009	7,365	187,782	861	311,790	270	12,360	87,838	608,266	2,785	611,051
At 1 January 2010	8,095	215,472	861	311,790	270	21,131	72,921	630,540	44,998	675,538
Total comprehensive loss for the period	-	-	-	-	261	-	(40,331)	(40,070)	413	(39,657)
Recognition of equity - settled share-based payments	-	-	-	-	-	8,329	-	8,329	-	8,329
Formation of subsidiaries	-	-	-	-	-	-	-	-	140,912	140,912
Issue of new shares by way of placement	5,521	215,280	-	-	-	-	-	220,801	-	220,801
Transaction costs attributable to issue of new shares	-	(5,520)	-	-	-	-	-	(5,520)	-	(5,520)
At 30 June 2010	13,616	425,232	861	311,790	531	29,460	32,590	814,080	186,323	1,000,403

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	For the six months ended	
	30 June 2010 (Unaudited) HK\$'000	30 September 2009 (Unaudited) HK\$'000
Net cash used in operating activities	(89,752)	(58,506)
Net cash (used in)/from investing activities	(241,463)	11,255
Net cash from financing activities	214,968	204,080
Net (decrease)/increase in cash and cash equivalents	(116,247)	156,829
Cash and cash equivalents at the beginning of period	335,702	152,472
Cash and cash equivalents at the end of period	219,455	309,301

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities (the “Listing Rules”) on The Stock Exchange of Hong Kong Limited and with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”).

Effective from the financial year 2009, the Company changed its financial year end date from 31 March to 31 December. As a result, the interim financial statements for the current period cover the six-month period from 1 January 2010 to 30 June 2010. The corresponding comparative amounts shown for the condensed consolidated statement of comprehensive income and related notes cover the six-month period from 1 April 2009 to 30 September 2009 and therefore may not be comparable with the amounts shown for the current period.

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

The condensed consolidated financial statements have been prepared on the historical cost basis except for investment properties which are measured at fair values.

Other than as set out below, accounting policies used in the condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s financial statements for the nine-month period ended 31 December 2009.

In the current interim period, the Group has applied, for the first time, the following new and revised standards, amendments and interpretations (“new and revised HKFRSs”) issued by the HKICPA.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKFRSs (Amendments)	Amendments to HKFRS 5 as part of Improvements to HKFRSs 2008
HKFRSs (Amendments)	Improvements to HKFRSs 2009
HKAS 27 (Revised)	Consolidated and Separate Financial Statements
HKAS 39 (Amendment)	Eligible Hedged Items
HKFRS 2 (Amendment)	Group Cash-settled Share-based Payment Transactions
HKFRS 3 (Revised)	Business Combinations
HK(IFRIC)-Int 17	Distributions of Non-cash Assets to Owners

The Group applies HKFRS 3 (Revised) "Business Combinations" prospectively to business combinations for which the acquisition date is on or after 1 January 2010. The requirements in HKAS 27 (Revised) "Consolidated and Separate Financial Statements" in relation to accounting for changes in ownership interests in a subsidiary after control is obtained and for loss of control of a subsidiary are also applied prospectively by the Group on or after 1 January 2010.

The application of HKFRS 3 (Revised), HKAS 27 (Revised) and the consequential amendments to other HKFRSs had no material effect on the condensed consolidated financial statements of the Group for the current or prior accounting periods.

Results of the Group in future periods may be affected by future transactions for which HKFRS 3 (Revised), HKAS 27 (Revised) and the consequential amendments to the other HKFRSs are applicable.

The adoption of the other new and revised HKFRSs had no material effect on the reported results and financial position of the Group for the current or prior accounting periods.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

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)	Improvements to HKFRSs 2010 ¹
HKAS 24 (Revised)	Related Party Disclosures ⁴
HKAS 32 (Amendment)	Classification of Rights Issues ²
HKFRS 9	Financial Instruments ⁵
HK(IFRIC)-Int 14 (Amendment)	Prepayments of a Minimum Funding Requirement ⁴
HK(IFRIC)-Int 19	Extinguishing Financial Liabilities with Equity Instruments ³

¹ Effective for annual periods beginning on or after 1 July 2010 and 1 January 2011, as appropriate

² Effective for annual periods beginning on or after 1 February 2010

³ Effective for annual periods beginning on or after 1 July 2010

⁴ Effective for annual periods beginning on or after 1 January 2011

⁵ Effective for annual periods beginning on or after 1 January 2013

HKFRS 9 “Financial Instruments” introduces new requirements for the classification and measurement of financial assets and will be effective from 1 January 2013, with earlier application permitted. The Standard requires all recognized financial assets that are within the scope of HKAS 39 “Financial Instruments: Recognition and Measurement” to be measured at either amortised cost or fair value. Specifically, debt investments that (i) are held within a business model whose objective is to collect the contractual cash flows and (ii) have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost. All other debt investments and equity investments are measured at fair value. The application of HKFRS 9 might affect the classification and measurement of the Group’s financial assets.

The Directors anticipate that the application of the other new or revised standards, amendments or interpretations will have no material impact on the results and the financial position of the Group.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

3. GROSS PROCEEDS FROM OPERATIONS AND REVENUE

Revenue represents the aggregate of the net amounts received and receivable from third parties for the period.

Gross proceeds from operations include the gross proceeds received and receivable from securities trading and investment under the assets investment segment, in addition to the revenue.

An analysis of the Group's gross proceeds from operations for the period is as follows:

	For the six months ended	
	30 June 2010 HK\$'000	30 September 2009 HK\$'000
Provision of health check and health care related services	75,471	70,889
Sales of radioactive isotopes used for medical diagnostic purpose	6,241	–
Rental income from investment properties	1,136	–
Revenue	82,848	70,889
Gross proceeds from securities trading and investment	146,335	116,978
Gross proceeds from operations	229,183	187,867

4. SEGMENT INFORMATION

During the six months ended 30 June 2010, the Group has an additional business segment of green energy business and accordingly, the Group was principally engaged in three main businesses, namely health check business, assets investment and green energy business.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

4. SEGMENT INFORMATION (Continued)

Segment revenue and results

	Health check business segment		Assets investment segment		Green energy business segment		Consolidated	
	For the six months ended	For the six months ended	For the six months ended	For the six months ended	For the six months ended	For the six months ended	For the six months ended	
	30 June 2010	30 September 2009	30 June 2010	30 September 2009	30 June 2010	30 September 2009	30 June 2010	30 September 2009
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
GROSS PROCEEDS FROM OPERATIONS	81,712	70,889	147,471	116,978	-	-	229,183	187,867
REVENUE								
Segment revenue	81,712	70,889	1,136	-	-	-	82,848	70,889
RESULTS								
Segment results	(11,661)	(10,434)	(26,323)	26,525	(2,422)	-	(40,406)	16,091
Unallocated income	-	-	-	-	-	-	3,974	319
Unallocated corporate expenses	-	-	-	-	-	-	(4,301)	(9,369)
Gain on deemed disposal of subsidiaries	-	-	-	-	-	-	-	11,572
Gain on disposal of subsidiaries	-	-	-	-	-	-	-	4,756
Gain on disposal of associates	-	-	-	-	-	-	-	78,065
Finance costs	-	-	-	-	-	-	(121)	(36)
Share of results of an associate	653	350	-	-	-	-	653	350
(Loss)/Profit before tax							(40,201)	101,748
Income tax							-	-
(Loss)/Profit for the period							(40,201)	101,748

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

4. SEGMENT INFORMATION (Continued)

Segment assets and liabilities

	Health check business segment		Assets investment segment		Green energy business segment		Consolidated	
	At 30 June 2010 HK\$'000	At 31 December 2009 HK\$'000	At 30 June 2010 HK\$'000	At 31 December 2009 HK\$'000	At 30 June 2010 HK\$'000	At 31 December 2009 HK\$'000	At 30 June 2010 HK\$'000	At 31 December 2009 HK\$'000
Assets								
Segment assets	239,434	265,000	242,350	125,796	363,412	-	845,196	390,796
Unallocated corporate assets							181,489	314,938
Total assets							1,026,685	705,734
Liabilities								
Segment liabilities	10,562	13,149	1,650	212	20	-	12,232	13,361
Unallocated corporate liabilities							14,050	16,835
Total liabilities							26,282	30,196

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

5. FINANCE COSTS

	For the six months ended	
	30 June	30 September
	2010	2009
	HK\$'000	HK\$'000
Interest on:		
– Bank borrowings wholly repayable within five years	111	36
– Bank overdrafts	10	–
	121	36

6. INCOME TAX

No provision for Hong Kong profits tax has been made as the Group had no assessable profits for both periods.

No People's Republic of China ("PRC") enterprise income tax has been provided in respect of the Group's PRC subsidiaries since they incurred tax losses for both periods.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

7. (LOSS)/PROFIT FOR THE PERIOD

	For the six months ended	
	30 June	30 September
	2010	2009
	HK\$'000	HK\$'000
(Loss)/Profit for the period has been arrived at after charging:		
Cost of inventories recognized as an expense	24,531	20,735
Depreciation of property, plant and equipment	8,794	8,964
Amortization of prepaid lease payments	312	–
(Gain)/Loss on disposal of property, plant and equipment	(117)	91
Total equity-settled share-based payment expenses	8,329	3,217

8. DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2010 (for the six months ended 30 September 2009: Nil).

9. (LOSS)/EARNINGS PER SHARE

The calculation of basic (loss)/earnings per share attributable to owners of the Company for the six months ended 30 June 2010 was based on the loss for the period attributable to owners of the Company of approximately HK\$40,331,000 (for the six months ended 30 September 2009: profit of approximately HK\$101,991,000) and on the weighted average number of ordinary shares of approximately 1,131,552,000 (for the six months ended 30 September 2009: approximately 392,057,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

9. (LOSS)/EARNINGS PER SHARE (Continued)

For the six months ended 30 June 2010, the computation of diluted loss per share did not assume the exercise of the Company's outstanding share options since the exercise prices of the Company's outstanding share options were higher than the average market price for the six months ended 30 June 2010.

For the six months ended 30 September 2009, the computation of diluted earnings per share did not assume the exercise of the Company's outstanding share options since the exercise prices of the Company's outstanding share options were higher than the average market price for the six months ended 30 September 2009.

10. TRADE AND OTHER RECEIVABLES

	At 30 June 2010 HK\$'000	At 31 December 2009 HK\$'000
Trade receivables, with aged analysis (Note)		
0-60 days	9,812	11,373
61-90 days	1,876	1,407
Over 90 days	2,275	1,779
Trade receivables	13,963	14,559
Other receivables	35,974	17,116
Total trade and other receivables	49,937	31,675

Note: Most of the customers of the medical check centers settle in cash. The Group allows an average credit period of 30 to 90 days to its trade customers.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

11. TRADE AND OTHER PAYABLES

	At 30 June 2010 HK\$'000	At 31 December 2009 HK\$'000
Trade payables, with aged analysis		
0-60 days	3,976	3,394
61-90 days	12	15
Over 90 days	7	237
Trade payables	3,995	3,646
Other payables	6,759	10,863
Total trade and other payables	10,754	14,509

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

12. BANK BORROWINGS

	At 30 June 2010 HK\$'000	At 31 December 2009 HK\$'000
Bank loan, secured (<i>Note</i>)	5,361	5,553
Carrying amount repayable:		
On demand or within one year	391	386
More than one year, but not exceeding two years	401	396
More than two years, but not more than five years	1,265	1,249
More than five years	3,304	3,522
	5,361	5,553
Less: Amounts due within one year shown under current liabilities	(391)	(386)
	4,970	5,167

Note: The bank loan is secured by a mortgage over the Group's certain buildings and prepaid lease payments and bears interest at 2.5% below the lender's Hong Kong dollars best lending rate per annum.

13. CAPITAL COMMITMENTS

	At 30 June 2010 HK\$'000	At 31 December 2009 HK\$'000
Commitments for – acquisition of property, plant and equipment contracted for but not provided in the condensed consolidated financial statements	410,389	–

MANAGEMENT DISCUSSION AND ANALYSIS

CHANGE OF FINANCIAL YEAR END DATE

Effective from the financial year 2009, the Company changed its financial year end date from 31 March to 31 December. As a result, the current interim period covers the six months from 1 January 2010 to 30 June 2010.

For the six months ended 30 June 2010, the Group continued to record a steady performance. During the period under review, the Group's revenue was approximately HK\$82,848,000 (for the six months ended 30 September 2009: approximately HK\$70,889,000), representing an increase of 16.87% as compared with that in 2009. The Group recorded a loss attributable to owners of the Company of approximately HK\$40,331,000 for the six months ended 30 June 2010 (for the six months ended 30 September 2009: a profit of approximately HK\$101,991,000). Such loss was mainly due to (1) absence of one-off gain on disposal of subsidiaries for the six months ended 30 June 2010; (2) losses arising on change in fair value of the Group's held-for-trading securities; and (3) the estimated fair value of share-based payment expense relating to the share options granted by the Company during the six months ended 30 June 2010.

REVIEW OF OPERATIONS

Green Energy Business

During the period under review, the Group has put more business and development focus on diversifying into the green energy business. The Group has reallocated more talent and resources to the green energy segment, which the Group believes will have great potential for growth.

Henan Gogreen Energy Limited ("Henan Gogreen Energy"), the sino-foreign equity joint venture enterprise with 鄭州高科技創業投資有限公司 (unofficial English translation being Zhengzhou High-Tech Start-up Investment Co., Ltd.) (the "JV partner") to develop silicon based thin-film solar photovoltaics manufacturing business was duly established during the period under review.

MANAGEMENT DISCUSSION AND ANALYSIS

On 25 February 2010, Henan Gogreen Energy entered into contracts regarding the purchase of a system for annual 100 megawatt turnkey production lines for silicon based thin-film solar photovoltaic cells and modules (the "Thin-Film Solar PV Modules") at an aggregate consideration of RMB579,700,000 (approximately HK\$660,858,000). On the same date, Henan Gogreen Energy and GS-Solar (Fujian) Company Limited also entered into a management contract regarding the operational management of the silicon based thin-film solar photovoltaics manufacturing business.

The equipment for the annual 100 megawatt turnkey production lines has been delivered to the factory premises of Henan Gogreen Energy and is in the process of assembly. The Group will put its utmost efforts in attaining the full running of the production lines, which is expected to start in the third quarter of 2010. The Group expects a strong and steady revenue inflow from its solar energy segment in the second half of this financial year.

The Group also appointed experienced professionals from the green energy sector to oversee the green energy business segment, laying a solid foundation for growth in the green energy business segment.

Health Check Business

During the period under review, the Group's health check business continued to enjoy satisfactory growth, driven by the branding effect and economies of scale. The Group continued to maintain strong ties and partnerships with private clinics and the Hospital Authority to leverage its leading market position and broaden the customer base. During the period under review, the Group's provision of health check services achieved revenue of approximately HK\$81,712,000 (for the six months ended 30 September 2009: approximately HK\$70,889,000), accounted for 98.6% of the Group's total revenue.

MANAGEMENT DISCUSSION AND ANALYSIS

Assets Investment

Assets investment segment represented another major source of income of the Group. With the healthy growth of the health check business, the Group has focused on the efficient utilization of its resources through investing in listed and unlisted securities as well as quality properties in Hong Kong. In January 2010, the Group purchased factory units in Kwai Chung, New Territories, Hong Kong, with a total floor area of approximately 26,469 square feet for a consideration of HK\$30.50 million. In addition to the opportunity for appreciation in investment value, the rental income brings to the Group a steady source of revenue.

PROSPECTS

Focus on green energy development and investment

Established its foothold in solar energy business since end of 2009, the Group has been committed to developing and focusing on green energy and related businesses. The Group believes silicon based thin-film solar technology has the biggest development potential over alternative solar technologies given that it has good scope for conversion efficiency improvements, uses a greener manufacturing process and more importantly, it is most cost and price competitive. With the first phase of annual 100 megawatt production lines for the Thin-Film Solar PV Modules in place at full run in the third quarter of 2010, Henan Gogreen Energy will start to contribute revenue to the Group. Depending on the actual progress of development, during the period from 2010 to 2013, the Group plans to further invest and increase, by phases, its production capacity by up to an annual 500 megawatt for the Thin-Film Solar PV Modules via Henan Gogreen Energy. Leveraging support from the JV partner, which is a state-owned enterprise, the Group is optimistic about gaining a strong market share in the fast growing solar energy industry, both in the PRC and worldwide in the near future. The Group has also started to actively solicit business for supply of its Thin-Film Solar PV Modules to the European market and the PRC market.

The Group will further strengthen its foundation in the green energy business segment through downstream investment and vertical integration. Jun Yang Solar Power Investment Limited and 北京君陽投資有限公司 (unofficial English translation being Beijing Jun Yang Investment Company Limited), both indirect wholly-owned subsidiaries of the Company, will develop, finance, operate and monitor solar power plants in the PRC. It is expected that the business segment will provide long-term stable returns for the Group.

MANAGEMENT DISCUSSION AND ANALYSIS

According to Mr. Jiang Bing (江冰), a representative of 國家能源局規劃司 (unofficial English translation being National Energy Board Planning Division), the 《新興能源產業發展規劃》 (unofficial English translation being “New Energy Development Plan”) for 2011-2020 has become a mature draft, pending approval of the State Council. Outlined by the plan, a total additional investment of RMB 5 trillion will be allocated to encourage the use of renewable energy in the PRC in the next 10 years. The Group, thus, has also been actively exploring other green energy and related projects that have good investment potential. It is committed to expanding its presence in the green energy industry, which it sees plenty of attractive investment opportunities in the long haul.

Continue to provide health check business

The Group will continue to provide quality and professional laboratory and diagnostic imaging services that are widely accepted and well recognized.

Continue to explore asset investment opportunities

The Group has put its emphasis on prudent cash resources management and seized the opportunity to diversify its investment portfolio. After the completion of share placements in March 2010, the Group’s financial position is further strengthened. Its healthy financial position allows it to identify and explore possible investment opportunities, such as listed and unlisted securities, and quality properties in Hong Kong that will offer strong growth potential and stable returns.

The Group is aggressively going forward. Moving into the second half of the financial year, the Group will continue to reallocate its talent and resources to those areas that we see having the best potential for growth. The Group will also continue to pursue strategic investment opportunities that enhance value and generate significant returns.

MANAGEMENT DISCUSSION AND ANALYSIS

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2010, the Group held cash and bank balances of approximately HK\$219,455,000 (31 December 2009: approximately HK\$335,702,000). Net current assets amounted to approximately HK\$411,797,000 (31 December 2009: approximately HK\$465,219,000). Current ratio (defined as total current assets divided by total current liabilities) was 33.6 times (31 December 2009: 29.5 times). The gearing ratio of the Group (defined as total liabilities to total assets) was approximately 2.6% (31 December 2009: 4.3%). As at 30 June 2010, the Group had outstanding bank borrowings of approximately HK\$5,361,000 (31 December 2009: approximately HK\$5,553,000). As the Group's bank balances and borrowings were denominated in Hong Kong dollars and Renminbi, risk in exchange rate fluctuation would not be material. The bank borrowings bore interest at prevailing market rates and repayable in accordance with the relevant loan agreements.

CAPITAL STRUCTURE

As at 30 June 2010, the Group had shareholders' equity of approximately HK\$814,080,000 (31 December 2009: approximately HK\$630,540,000).

On 7 December 2009, a placing agent and the Company entered into two placing agreements pursuant to which, the Company has agreed to place, through the placing agent, 276,000,000 placing shares on a best effort basis, and 276,000,000 placing shares on a fully underwritten basis, to placees at a price of HK\$0.40 per placing share. Details were disclosed in an announcement of the Company dated 7 December 2009. The placements were completed on 17 March 2010.

OTHER INFORMATION

DIRECTORS' INTERESTS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2010, none of the Directors had recorded any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO") in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code").

SHARE OPTIONS

The Company adopted a share option scheme on 17 November 2003 (the "Scheme"), for the primary purpose of providing incentives to Directors and employees. Under the Scheme, the Company may grant options to eligible persons, including directors of the Company and its subsidiaries, to subscribe for shares of the Company.

Details of the share options granted by the Company under the Scheme to the employees of the Company and the movements in such holdings during the six months ended 30 June 2010 were as follows:

Date of grant	Exercise price per share HK\$	Exercise period	Number of share options				Outstanding as at 30 June 2010
			Outstanding as at 1 January 2010	Granted during the period	Exercised during the period	Lapsed during the period	
9 October 2007	9.900	9 October 2007 to 8 October 2017	5,698,000	-	-	-	5,698,000
18 April 2008	5.750	18 April 2008 to 17 April 2018	300,000	-	-	-	300,000
23 July 2009	0.630	23 July 2009 to 22 July 2010	3,390,000	-	-	-	3,390,000
30 December 2009	0.640	30 December 2009 to 29 December 2011	36,900,000	-	-	-	36,900,000
27 May 2010 (Note)	0.276	27 May 2010 to 26 May 2012	-	80,900,000	-	-	80,900,000
			46,288,000	80,900,000	-	-	127,188,000

OTHER INFORMATION

SHARE OPTIONS (CONTINUED)

Note: The fair value of 80,900,000 share options granted under the Scheme on 27 May 2010 was determined by the Directors to be approximately HK\$8,329,000 with reference to a valuation performed by an independent firm of professional valuers using the binomial option pricing model. The inputs into the model included share price of HK\$0.27 on the date of grant, exercise price of HK\$0.276 per share, expected volatility of 76.43%, expected option life of 2 years, no expected dividend, estimated risk-free interest rate of 0.75% and early exercise behaviour at 220% of the exercise price.

SUBSTANTIAL SHAREHOLDERS' INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 June 2010, the Company has not been notified by any person (other than the Directors) who had interests or short positions in the shares or underlying shares of the Company which were required to be recorded in the register maintained by the Company pursuant to Section 336 of the SFO.

CORPORATE GOVERNANCE

The Company endeavours in maintaining good corporate governance for the enhancement of shareholders' value. The Company has adopted the code provisions in the Code on Corporate Governance Practices (the "Code") set out in Appendix 14 to the Listing Rules. The Company has complied with all the applicable code provisions in the Code throughout the six months ended 30 June 2010, except that under code provision A.4.1 of the Code, non-executive Directors should be appointed for a specific term and subject to re-election. None of the existing independent non-executive Directors was appointed for a specific term. However, the independent non-executive Directors are subject to retirement by rotation and re-election at annual general meetings of the Company at least once every three years in accordance with the provisions of the bye-laws of the Company. As such, the Company considers that sufficient measures have been taken to ensure that the Company's corporate governance practices are no less exacting than those in the Code.

OTHER INFORMATION

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code set out in Appendix 10 to the Listing Rules as the code of conduct regarding securities transactions by the Directors. Having made specific enquiry of the Directors, the Directors have complied with the required standard set out in the Model Code throughout the six months from 1 January 2010 to 30 June 2010.

AUDIT COMMITTEE

The audit committee currently comprises three independent non-executive Directors, namely Mr. Chan Chi Yuen as the chairman of the audit committee, Mr. Lo Chun Nga and Mr. Chik Chi Man. The audit committee has reviewed with the management the accounting principles and practices adopted by the Group and discussed the internal control and financial reporting matters including the review of the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2010.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

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 June 2010.

OTHER INFORMATION

HUMAN RESOURCES AND REMUNERATION POLICY

As at 30 June 2010, the Group employed approximately 230 employees. The Group continues to maintain and upgrade the capabilities of its workforce by providing them with adequate and regular training. The Group remunerates its employees mainly based on industry practices and individual's performance and experience. On top of regular remuneration, discretionary bonus and share options may be granted to eligible staff by reference to the Group's performance as well as individual's performance. In addition, the Group provides provident fund to its employees in accordance with the statutory requirements of the respective jurisdictions where the employees reside.

CHARGES ON GROUP ASSETS

As at 30 June 2010, certain property, plant and equipment of the Group with carrying value of approximately HK\$41,930,000 and bank deposits of HK\$10,000,000 were pledged to secure general banking facilities granted to the Group.

As at 30 June 2010, the Group's buildings with a carrying amount of approximately HK\$1,071,000 and prepaid lease payments with a carrying amount of approximately HK\$10,931,000 were pledged to secure a mortgage loan granted by a bank to the Group.

OTHER INFORMATION

DISCLOSURE OF DIRECTORS' INFORMATION UNDER RULE 13.51B(1) OF THE LISTING RULES

Name of Directors	Details of Changes
Mr. Xue Feng	– Appointed as the Chairman of the Company and an executive Director with effect from 14 June 2010.
Mr. Liu Wenmao	– Obtained the PhD in engineering from North China Electric Power University in the PRC.
Mr. Chan Chi Yuen	– Resigned as independent non-executive director of Richly Field China Development Limited* (stock code: 313) with effect from 13 August 2010. – Resigned as independent non-executive director of Superb Summit International Timber Company Limited* (stock code: 1228) with effect from 24 June 2010.

* Its shares are listed on The Stock Exchange of Hong Kong Limited.

By order of the Board
China Gogreen Assets Investment Limited
Lawrence Tang
Executive Director

Hong Kong, 30 August 2010