

RESULTS

The Board of Directors of The Kwong Sang Hong International Limited (the "Company") would like to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 31st May, 2001 together with the comparative figures for the corresponding period last year as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 31st May, 2001

	Six months ended 31st May, 2001	2000
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Turnover (Note 2)	66,848	48,309
Cost of sales	(56,144)	(34,106)
Gross profit	10,704	14,203
Other revenue	2,271	2,303
Selling and marketing expenses	(629)	(782)
Administrative expenses	(6,709)	(7,194)
Impairment loss recognised in respect of property held for development	(44,300)	-
Other operating (expenses) income (Note 5)	(7,827)	2,249
(Loss) profit from operations	(46,490)	10,779
Finance costs	(679)	(511)
Investment income (expenses) (Note 6)	12,683	(1,084)
Other losses (Note 7)	(1,290)	(17,377)
Share of results of associates	864	1,598
Loss before taxation	(34,912)	(6,595)
Taxation (Note 8)	24,306	(1,658)
Loss after taxation	(10,606)	(8,253)
Minority interests	(545)	(2,944)
Loss attributable to shareholders	(11,151)	(11,197)
Interim dividend	-	-
Loss transfer to reserve	(11,151)	(11,197)
Loss per share (Note 9)	(1.16) cents	(1.68) cents
Interim dividend per share	-	-