

The Board of Directors of Innovative International (Holdings) Limited (Receivers and Managers Appointed) ("the Company") hereby announces the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended September 30, 2001 together with its comparative figures as follows:

Unaudited Consolidated Income Statement

		6 months ended 30.9.2001 (HK\$'000)	6 months ended 30.9.2000 (HK\$'000)
	Notes		
Turnover	2	60,783	93,208
Cost of sales		<u>(90,495)</u>	<u>(85,932)</u>
Gross (loss)/profit		(29,712)	7,276
Other revenue		2,241	3,481
Distribution costs		(1,548)	(3,481)
Administrative costs		(20,076)	(22,189)
Other operating expenses		<u>(12,666)</u>	<u>(4,136)</u>
Loss from operations		(61,761)	(19,049)
Finance costs		(27,244)	(27,003)
Share of losses of associated companies		<u>(10)</u>	<u>(2,010)</u>
Loss before taxation		(89,015)	(48,062)
Taxation	4	<u>–</u>	<u>(380)</u>
Loss after taxation		(89,015)	(48,442)
Minority interest		<u>1,635</u>	<u>250</u>
Loss for the period		<u><u>(87,380)</u></u>	<u><u>(48,192)</u></u>
Loss per share – Basic (cents)	5	<u><u>(15.09)</u></u>	<u><u>(8.32)</u></u>