

INTERIM RESULTS

The Board of Directors of Hengan International Group Company Limited ("Hengan International" or the "Company") is pleased to present the interim report and condensed accounts of the Company and its subsidiaries ("the Group") for the six months ended 30 June 2001. The consolidated results, consolidated cash flow statement and consolidated statement of recognised gains and losses for the Group for the six months ended 30 June 2001, and the consolidated balance sheet as at 30 June 2001 of the Group, all of which are unaudited and condensed, along with comparative figures and selected explanatory notes, are set out below:

Condensed consolidated profit and loss accounts

		Unaudited	
		For the six months ended 30 June	
	Note	2001 HK\$'000	2000 HK\$'000
Turnover	2	608,495	553,809
Cost of sales		(379,959)	(335,916)
Gross profit		228,536	217,893
Other revenues		17,448	29,078
Sales and administrative expenses		(122,043)	(110,334)
Operating profit	3	123,941	136,637
Finance (costs)/income		(136)	152
Profit before taxation		123,805	136,789
Taxation	4	(8,735)	(7,061)
Profit after taxation		115,070	129,728
Minority interests		(1,056)	(572)
Profit attributable to shareholders		114,014	129,156
Interim dividend	5	99,531	99,531
Earnings per share	6	HK11.5 cents	HK12.9 cents