

The directors of Magnum International Holdings Limited (the "Company") present the unaudited consolidated financial statements of the Company and its subsidiaries (the "Group") for the six months ended 30th June 2001 together with the comparative figures as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the Six Months Ended 30th June 2001

	Notes	For the six months ended 30th June	
		2001 (Unaudited) HK\$	2000 (Unaudited) HK\$
Turnover	2	7,461,703	24,614,155
Other revenue		1,682,775	749,601
Unrealised holding gain/(loss) on short term investments		(2,928,000)	910,300
Administrative expenses		(7,315,494)	(10,606,634)
Other operating expenses		(2,972,770)	(8,596,373)
Provision against doubtful debts		(2,550,479)	(5,388,342)
Profit/(loss) from operating activities	4	(6,622,265)	1,682,707
Finance costs	5	(4,231,088)	(5,682,192)
Loss before tax		(10,853,353)	(3,999,485)
Tax	6	—	(335,810)
NET LOSS FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS		(10,853,353)	(4,335,295)
Loss per share			
Basic	7	(1.76 cents)	(0.70 cents)
Diluted		N/A	N/A
Dividend per share	8	Nil	Nil