

INTERIM RESULTS

The board of directors (the “Board”) of Central China Enterprises Limited (the “Company”) announces the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30 June 2001 as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

		For the six months ended 30 June	
		2001	2000
		HK\$'000	HK\$'000
		(Unaudited)	(Unaudited)
	<i>Notes</i>		
Turnover	3	55,552	79,396
Cost of sales		(43,654)	(70,644)
Gross profit		11,898	8,752
Other revenue	4	80	18,358
Distribution costs		(1,496)	(1,660)
Administrative expenses		(18,385)	(25,545)
Loss from operations	3&5	(7,903)	(95)
Finance costs		(4,402)	(3,762)
Net investment gain	6	13,809	2,110
Share of results of subsidiaries not consolidated		(164)	—
Share of results of associates		(6,006)	5,982
Amortisation of goodwill arising on acquisition of:			
— associates		(4,641)	—
— subsidiaries not consolidated		(2,059)	—

		For the six months ended 30 June	
	<i>Notes</i>	2001 HK\$'000 (Unaudited)	2000 HK\$'000 (Unaudited)
(Loss) profit before taxation		(11,366)	4,235
Taxation	7	(907)	(372)
(Loss) profit after taxation		(12,273)	3,863
Minority interests		(50)	(90)
Net (loss) profit for the period		<u>(12,323)</u>	<u>3,773</u>
(Loss) earnings per share	9		
Basic (cents)		<u>(0.46)</u>	<u>0.20</u>
Diluted (cents)		<u>N/A</u>	<u>0.20</u>

There were no recognized gains or losses other than the net loss for the current reporting period.