

The board of directors (the “Directors”) of Peace Mark (Holdings) Limited (the “Company”) is pleased to present the unaudited condensed consolidated interim financial statements of the Company and its subsidiaries (the “Group”) for the six months ended 30th September, 2001 together with the comparative figures for the corresponding period as follows:

CONSOLIDATED INCOME STATEMENT (CONDENSED)

	<i>Note</i>	Six months ended	
		2001	2000
		(Unaudited)	(Unaudited, restated)
		HK\$'000	HK\$'000
Turnover	2	476,884	462,461
Cost of sales		<u>(403,211)</u>	<u>(387,810)</u>
Gross profit		73,673	74,651
Other revenue		8,089	24,523
Distribution costs		(13,548)	(8,013)
Administrative expenses		(30,026)	(30,316)
Other operating expenses		<u>(13,974)</u>	<u>(25,743)</u>
Profit from operations		24,214	35,102
Impairment loss in respect of interest in a subsidiary		–	(6,399)
Finance costs	3	<u>(4,723)</u>	<u>(5,009)</u>
Profit before taxation		19,491	23,694
Taxation	4	<u>(3,401)</u>	<u>(2,194)</u>
Profit after taxation		16,090	21,500
Minority interest		<u>1,267</u>	<u>592</u>
Profit attributable to shareholders		<u><u>17,357</u></u>	<u><u>22,092</u></u>
Earnings per share	5		
Basic (cent)		<u>0.47</u>	<u>0.62</u>
Diluted (cent)		<u>N/A</u>	<u>0.61</u>