

The board of directors of Easyknit International Holdings Limited (the “Company”) is pleased to present the unaudited condensed financial statements of the Company and its subsidiaries (collectively the “Group”) for the six months ended 30 September 2001 together with comparative figures. These interim financial statements have been reviewed by the Company’s audit committee.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2001

		Six months ended	
		30 September	
	<i>NOTES</i>	2001	2000
		<i>HK\$'000</i>	<i>HK\$'000</i>
		<i>(Unaudited)</i>	<i>(Unaudited)</i>
Turnover	3	338,691	301,542
Cost of sales		<u>(284,823)</u>	<u>(241,315)</u>
Gross profit		53,868	60,227
Other revenue		2,595	2,693
Distribution costs		(11,165)	(20,760)
Administrative expenses		<u>(20,094)</u>	<u>(18,701)</u>
Profit from operations	3 & 4	25,204	23,459
Unrealised (loss) gain on other investments	5	(40,597)	382,733
Loss on deemed disposal of a subsidiary		—	(8,205)
Finance costs	6	<u>(11,221)</u>	<u>(16,119)</u>
(Loss) profit before taxation		(26,614)	381,868
Taxation	7	<u>(2,274)</u>	<u>(4,720)</u>
(Loss) profit before minority interests		(28,888)	377,148
Minority interests		<u>133</u>	<u>—</u>
Net (loss) profit for the period		<u><u>(28,755)</u></u>	<u><u>377,148</u></u>
(Loss) earnings per share	8		
Basic		<u>(3.64) cents</u>	<u>61.3 cents</u>
Diluted		<u>N/A</u>	<u>61.1 cents</u>

There were no recognised gains or losses other than the net (loss) profit for the period.