

PALADIN LIMITED

The Board of Directors (the “Board”) of Paladin Limited (the “Company”) announces the unaudited interim results of the Company and its subsidiaries (the “Group”) for the six months ended 31 December, 2001.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE SIX MONTHS ENDED 31 DECEMBER, 2001

		Unaudited six months ended	
		31 December	
		2001	2000
	<i>Notes</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
Turnover	2	7,548	1,071
Cost of sales and services		<u>(7,481)</u>	<u>(1,669)</u>
Gross loss		67	(598)
Other revenue		113	795
Depreciation		(2,363)	(3,097)
Administrative expenses		<u>(4,406)</u>	<u>(5,771)</u>
Loss from operations		(6,589)	(8,671)
Finance costs		<u>(17,279)</u>	<u>(44,971)</u>
Net loss for the period		<u><u>(23,868)</u></u>	<u><u>(53,642)</u></u>
Basic loss per share	4	<u><u>HK(4.52) cents</u></u>	<u><u>HK(10.15) cents</u></u>

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