

The Board of Directors (the "Directors") of Shanghai Allied Cement Limited (the "Company") is pleased to announce that the unaudited condensed consolidated financial statements of the Company and its subsidiaries (the "Group") for the six months ended 30th June, 2002 are set out below:

## CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30TH JUNE, 2002

	NOTES	1.1.2002 to 30.6.2002 HK\$'000 (unaudited)	1.4.2001 to 30.9.2001 HK\$'000 (unaudited)
Turnover		90,151	16,793
Cost of sales		(66,631)	(14,584)
Gross profit		23,520	2,209
Other operating income		13,084	2,039
Distribution costs		(2,667)	(198)
Administrative expenses		(9,670)	(4,679)
Amortisation of goodwill		(2,340)	(1,699)
Allowance for doubtful debts		(2,270)	–
Gain on deconsolidation of subsidiaries	4	27,838	61,121
Profit from operations	5	47,495	58,793
Gain on financial restructuring	6	–	976,860
Restructuring expenses		–	(14,338)
Finance costs	7	(2,666)	(48)
Share of results of a jointly controlled entity		3,483	11,600
Profit before taxation		48,312	1,032,867
Taxation	8	(3,428)	(978)
Profit before minority interests		44,884	1,031,889
Minority interests		(9,361)	(1,771)
Net profit for the period		35,523	1,030,118
Earnings per share	9		
Including non-recurring items			
– Basic		HK 0.1 cent	HK 3.7 cents
– Diluted		N/A	HK 3.7 cents
Excluding non-recurring items			
– Basic		HK 0.1 cent	HK 0.2 cents
– Diluted		N/A	HK 0.2 cents