



INTERIM RESULTS

The Board of Directors of Hengan International Group Company Limited (“Hengan International” or the “Company”) is pleased to present the interim report and condensed accounts of the Company and its subsidiaries (“the Group”) for the six months ended 30 June 2002. The consolidated results, condensed consolidated cash flow statement and statement of changes in equity of the Group for the six months ended 30 June 2002, and the consolidated balance sheet as at 30 June 2002 of the Group, all of which are unaudited, along with comparative figures and selected explanatory notes, are set out below:

Consolidated profit and loss account

		Unaudited	
		For the six months ended 30 June	
	<i>Note</i>	2002	2001
		HK\$'000	HK\$'000
Turnover	2	548,440	608,495
Cost of sales		(313,724)	(379,959)
Gross profit		234,716	228,536
Other revenues		16,223	17,448
Selling and administrative expenses		(149,782)	(122,043)
Operating profit	3	101,157	123,941
Finance costs		(62)	(136)
Profit before taxation		101,095	123,805
Taxation	4	(10,287)	(8,735)
Profit after taxation		90,808	115,070
Minority interests		(944)	(1,056)
Profit attributable to shareholders		89,864	114,014
Interim dividend	5	79,625	99,531
Earnings per share	6	HK9.03 cents	HK11.5 cents