

RESULTS

The Directors of Victory City International Holdings Limited (the "Company") are pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2002. The interim results have been reviewed by the Company's auditors in accordance with Statement of Auditing Standards 700 "Engagements to review interim financial reports" issued by the Hong Kong Society of Accountants. The interim results have also been reviewed by the Company's Audit Committee.

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2002

	Notes	Six months ended 30 September	
		2002 HK\$'000 (unaudited)	2001 HK\$'000 (unaudited)
Turnover	3	582,586	410,574
Cost of sales		<u>(467,426)</u>	<u>(342,677)</u>
Gross profit		115,160	67,897
Other income		3,552	1,612
Distribution costs		(22,022)	(11,980)
Administrative expenses		(36,840)	(33,003)
Amortisation of goodwill		<u>(323)</u>	<u>(323)</u>
Profit from operations	4	59,527	24,203
Finance costs		<u>(4,976)</u>	<u>(5,288)</u>
Profit before taxation		54,551	18,915
Taxation	5	<u>(2,595)</u>	<u>(1,473)</u>
Profit after taxation		51,956	17,442
Minority interests		<u>(7,148)</u>	<u>(1,157)</u>
Net profit for the period		<u><u>44,808</u></u>	<u><u>16,285</u></u>
Earnings per share	6		
Basic		<u>12.5 cents</u>	<u>5.2 cents</u>
Diluted		<u>11.0 cents</u>	<u>N/A</u>