

# interim financial report

MAGNUM INTERNATIONAL HOLDINGS LIMITED

The directors of Magnum International Holdings Limited (the "Company") herein present the unaudited consolidated financial statements of the Company and its subsidiaries (the "Group") for the six months ended 30th June 2003 together with the comparative figures as follows:

## CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

	Notes	Unaudited Six months ended 30th June	
		2003 HK\$	2002 HK\$
TURNOVER	3	<b>3,331,550</b>	5,738,524
Other revenue and gains		<b>409,047</b>	605,735
Administrative expenses		<b>(6,803,765)</b>	(6,667,737)
Other operating expenses		<b>(1,499,269)</b>	(2,305,871)
Write back of provision/(provision) for doubtful debts		<b>(347,123)</b>	167,444
Unrealised holding gains on short term investments		<b>1,120,144</b>	539,000
LOSS FROM OPERATING ACTIVITIES	6	<b>(3,789,416)</b>	(1,922,905)
Finance costs	7	<b>(3,554,162)</b>	(3,635,912)
LOSS BEFORE TAX		<b>(7,343,578)</b>	(5,558,817)
Tax	8	—	—
NET LOSS FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS		<b>(7,343,578)</b>	(5,558,817)
LOSS PER SHARE	9		
Basic		<b>(1.19 cents)</b>	(0.90 cent)
Diluted		<b>N/A</b>	N/A
INTERIM DIVIDEND	10	<b>Nil</b>	Nil