

The Board of Directors (the "Directors") of Pegasus International Holdings Limited (the "Company") is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30th June, 2003 with comparative figures for the corresponding period in 2002.

## CONDENSED CONSOLIDATED INCOME STATEMENT

For The Six Months Ended 30th June, 2003

		Six months ended 30th June,	
		2003 (unaudited) US\$'000	2002 (unaudited) US\$'000
	NOTES		
Turnover		<b>60,405</b>	50,868
Cost of sales		<b>(46,748)</b>	(39,677)
Gross profit		<b>13,657</b>	11,191
Other operating income		<b>216</b>	537
Selling and distribution costs		<b>(3,233)</b>	(2,336)
Administrative expenses		<b>(6,429)</b>	(5,546)
Profit from operations	3	<b>4,211</b>	3,846
Interest on bank borrowings wholly repayable within five years		<b>(415)</b>	(462)
Share of results of associates		<b>12</b>	(45)
Amortisation of goodwill of an associate		<b>(68)</b>	-
Share of results of a jointly controlled entity		<b>173</b>	(96)
Profit before taxation		<b>3,913</b>	3,243
Taxation	4	<b>(96)</b>	(71)
Net profit attributable to shareholders		<b>3,817</b>	3,172
Dividends attributable for the year	5	<b>943</b>	931
Earnings per share	6		
Basic		<b>0.5 US cent</b>	0.4 US cent
Diluted		<b>N/A</b>	0.4 US cent