

INTERIM REPORT

The Directors of HKC International Holdings Limited are pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 September 2003 as follows. The interim report has been reviewed by the audit committee.

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2003

	NOTES	Six months ended	
		30.9.2003 HK\$'000 (unaudited)	30.9.2002 HK\$'000 (unaudited)
Turnover	3	442,873	393,192
Cost of sales		<u>(402,216)</u>	<u>(349,537)</u>
Gross profit		40,657	43,655
Other operating income	4	164	86
Selling and distribution costs		(3,021)	(3,801)
Administrative expenses		<u>(32,773)</u>	<u>(31,674)</u>
Profit from operations	5	5,027	8,266
Finance costs	6	(452)	(18)
Goodwill on acquisitions of subsidiaries		<u>(300)</u>	<u>-</u>
Profit before taxation		4,275	8,248
Taxation	7	<u>(953)</u>	<u>(1,482)</u>
Profit before minority interests		3,322	6,766
Minority interests		<u>155</u>	<u>-</u>
Profit for the period		<u>3,477</u>	<u>6,766</u>
Dividend	8	<u>Nil</u>	<u>Nil</u>
Earnings per share – basic (HK cents)	9	<u>0.80 cents</u>	<u>1.56 cents</u>