

The board of directors (the "Board") of China Silver Dragon Group Limited (the "Company") is pleased to announce the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively the "Group") for the six months ended 30 September 2003, together with the comparative figures for the corresponding period in 2002, as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

		Six months ended 30 September	
	<i>Notes</i>	2003 (Unaudited) HK\$'000	2002 (Unaudited) HK\$'000
Turnover	2	28,175	101,859
Cost of sales		(27,298)	(96,229)
Gross profit		877	5,630
Other revenue		4,453	622
Selling and distribution costs		(238)	(6,326)
Administrative expenses		(5,809)	(14,800)
Other operating expenses		(2,228)	(1,804)
LOSS FROM OPERATING ACTIVITIES	3	(2,945)	(16,678)
Finance costs		(792)	(923)
Share of results of associates		(863)	151
LOSS BEFORE TAX		(4,600)	(17,450)
Tax	4	1,649	1,687
LOSS BEFORE MINORITY INTERESTS		(2,951)	(15,763)
Minority interests		(122)	674
NET LOSS FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS		(3,073)	(15,089)
LOSS PER SHARE	5		
Basic		HK(1.7) cents	HK(16.5) cents
Diluted		N/A	N/A