

## FINANCIAL HIGHLIGHT

The combined results of joint ventures, namely Zhejiang Geely Automobile Company Limited and Shanghai Maple Guorun Automobile Company Limited, mainly for the manufacturing of automobile business are as follows:

## INCOME STATEMENT

*For the six months ended 30th June, 2004*

|                                   | <b>Unaudited<br/>six months ended<br/>30th June, 2003<br/>HK\$'000</b> | Audited<br>31st December<br>2003<br>HK\$'000 |
|-----------------------------------|--|--|
| Turnover                          | <b>943,701</b>   | 1,032,004                                    |
| Cost of sales                     | <b>(792,332)</b>   | (872,938)                                    |
| Sales Tax                         | <b>(871)</b>   | (553)  |
| <b>Gross Profit</b>               | <b>150,498</b>   | 158,513                                      |
| Other operation income            | <b>3,876</b>   | 19   |
| Distribution and selling expenses | <b>(86)</b>  | (58)   |
| Administrative expenses           | <b>(30,381)</b>  | (9,299)                                      |
| <b>Profit from operations</b>     | <b>123,907</b>   | 149,175                                      |
| Finance costs                     | <b>159</b>   | (2,868)                                      |
|                                   | <b>124,066</b>   | 146,307                                      |
| Non-operating income              | <b>83</b>  | 31   |
| Non-operating expenses            | <b>(572)</b>   | (474)  |
| <b>Profit before tax</b>          | <b>123,577</b>   | 145,864                                      |
| Income tax                        | <b>(1,054)</b>   | (507)  |
| <b>Net profit for the year</b>    | <b>122,523</b>   | 145,357                                      |
| <b>Gross Profit Margin</b>        | <b>15.9%</b>   | 15.4%  |
| <b>Net Profit Margin</b>          | <b>13.0%</b>   | 14.1%  |