

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

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