

**CONSOLIDATED RESULTS**

The board of directors (the "Directors") announces the unaudited consolidated results of C.P. Pokphand Co. Ltd. and its subsidiaries (the "Group") for the six months ended 30th June, 2004, together with the comparative figures for the corresponding period in 2003 and (for information purpose) the audited comparative figures for the year ended 31st December, 2003, as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

	Notes	Six months ended 30th June,		Year ended 31st December,
		2004 (Unaudited) US\$'000	2003 (Unaudited) US\$'000	2003 (Audited) US\$'000
Turnover	2	734,495	759,000	1,657,346
Cost of sales		(675,814)	(692,036)	(1,492,465)
Gross profit		58,681	66,964	164,881
Selling expenses		(25,217)	(30,230)	(69,431)
General and administrative expenses		(39,335)	(46,899)	(100,142)
Other income, net	3	13,866	4,242	1,099
Loss on disposal of discontinued operation		–	–	(18,413)
Profit/(Loss) from operating activities	4	7,995	(5,923)	(22,006)
Finance costs		(16,885)	(16,866)	(32,071)
Share of profits and losses of jointly controlled entities		(2,193)	1,628	5,146
Share of profits and losses of associates		(625)	(1,060)	(1,446)
Loss before tax		(11,708)	(22,221)	(50,377)
Tax	5	(3,723)	(7,446)	(7,910)
Loss after tax		(15,431)	(29,667)	(58,287)
Minority interests		(1,593)	(1,442)	(4,471)
Net loss from ordinary activities attributable to shareholders		(17,024)	(31,109)	(62,758)
Accumulated losses at beginning of period		(105,716)	(49,650)	(49,650)
Accumulated losses		(122,740)	(80,759)	(112,408)
Transfer (to)/from statutory reserves	10	(1,570)	(1,369)	6,692
Accumulated losses at end of period		(124,310)	(82,128)	(105,716)
		US cent	US cents	US cents
Loss per share:	6			
Basic		(0.789)	(1.441)	(2.908)
Diluted		N/A	N/A	N/A
Dividend per share		–	–	–