

FORTUNA INTERNATIONAL HOLDINGS LIMITED (STOCK CODE: 530)

The directors (the “Board” or “Directors”) of Fortuna International Holdings Limited (the “Company”) announce the unaudited condensed consolidated financial statements of the Company and its subsidiaries (the “Group”) for the six months ended 30 June 2004 (“Period”) together with comparative figures for the corresponding period in 2003 as set out below.

These interim financial statements have not been audited, but have been reviewed by the audit committee.

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

		Six months ended 30 June	
		2004	2003
	<i>Notes</i>	(Unaudited)	(Unaudited)
		HK\$'000	HK\$'000
TURNOVER	2		
Continuing operations		54,357	4,713
Discontinued operation		–	91,681
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		54,357	96,394
Cost of sales		(47,353)	(62,141)
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Gross profit		7,004	34,253
Other revenue		1,398	811
Selling and distribution expenses		(1,410)	(6,506)
Administrative expenses		(15,358)	(19,780)
Other operating expenses		(581)	(2,361)
Write-off of long term receivables		–	(12,431)
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LOSS FROM OPERATING ACTIVITIES	2&4	(8,947)	(6,014)
Finance costs		(1,723)	(4,418)
Gain on disposal of subsidiaries	8	1,446	–
Amortisation of goodwill arising from acquisitions of subsidiaries		(8,262)	–
Share of results of associates		9,029	–
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(LOSS)/PROFIT BEFORE TAX			
Continuing operations		(8,457)	(19,330)
Discontinued operation		–	8,898
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		(8,457)	(10,432)
Tax	5	(2,882)	(4,708)
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LOSS BEFORE MINORITY INTERESTS		(11,339)	(15,140)
Minority interests		(19)	(13,965)
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NET LOSS FROM ORDINARY ACTIVITIES			
ATTRIBUTABLE TO SHAREHOLDERS		(11,358)	(29,105)
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LOSS PER SHARE	6		
– Basic		(0.12) cents	(0.73) cents
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– Diluted		N/A	N/A
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