

The Directors of Matsunichi Communication Holdings Limited (the "Company") are pleased to submit the unaudited condensed consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30th September, 2004.

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER, 2004

	Notes	Six months ended	
		30.9.2004 (unaudited) HK\$'000	30.9.2003 (unaudited) HK\$'000
Turnover	3	817,187	221,779
Cost of sales		(587,758)	(149,960)
Gross profit		229,429	71,819
Other operating income		1,607	763
Selling and distribution costs		(11,991)	(34,571)
Administrative expenses		(63,978)	(20,202)
Profit from operations		155,067	17,809
Finance costs		(4,896)	(1,184)
Gain on disposal of subsidiaries		-	9,215
Profit before taxation	4	150,171	25,840
Taxation	5	(15,688)	-
Net profit for the period		134,483	25,840
Earnings per share			
Basic	7	26.42 cents	HK15.36 cents
Diluted	7	26.18 cents	HK15.36 cents