

The Board of Directors (the “Directors”) of Tonic Industries Holdings Limited (the “Company”) is pleased to announce that the unaudited condensed consolidated financial statements of the Company and its subsidiaries (the “Group”) for the six months ended 30 September 2004 (the “Period”) together with the comparative figures for the previous corresponding period are as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

	Notes	For six months ended 30 September	
		2004	2003
		Unaudited HK\$'000	Unaudited HK\$'000
Turnover	2	1,384,071	913,627
Cost of sales		<u>(1,331,159)</u>	<u>(842,213)</u>
Gross profit		52,912	71,414
Other revenue		9,674	1,403
Selling and distribution costs		(8,287)	(3,180)
Administrative expenses		<u>(36,574)</u>	<u>(36,447)</u>
Profit from operating activities		17,725	33,190
Finance costs		(5,242)	(4,632)
Share of loss of an associate		—	(100)
Profit before tax	3	12,483	28,458
Tax	4	<u>(618)</u>	<u>(1,645)</u>
Net profit attributable to shareholders		<u>11,865</u>	<u>26,813</u>
Interim dividend		<u>Nil</u>	<u>6,353</u>
Interim dividend per share		<u>N/A</u>	<u>1 cent</u>
Earnings per share	5		
– Basic		<u>1.9 cents</u>	<u>4.2 cents</u>
– Diluted		<u>N/A</u>	<u>N/A</u>