

The board (“Board”) of directors (“Directors”) of Skynet (International Group) Holdings Limited (“Company”) announces the unaudited consolidated results of the Company and its subsidiaries (“Group”) for the six months ended 30 September 2004. The interim results of the Group for the six months ended 30 September 2004 are unaudited and have been reviewed by the Company’s audit committee and auditors.

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 September 2004

	NOTES	Six months ended	
		30.9.2004 (unaudited) HK\$'000	30.9.2003 (unaudited) HK\$'000
Turnover	3	6,431	1,057
Cost of sales		<u>(6,313)</u>	<u>(1,049)</u>
Gross profit		118	8
Other operating income		-	25
Administrative expenses		<u>(4,909)</u>	<u>(4,102)</u>
Loss from operations		(4,791)	(4,069)
Gain on deemed disposal of an associate		167	-
Finance costs		<u>(45)</u>	<u>-</u>
Loss before taxation	4	(4,669)	(4,069)
Taxation	5	<u>-</u>	<u>-</u>
Net loss for the period		<u><u>(4,669)</u></u>	<u><u>(4,069)</u></u>
Loss per share	6		
Basic		<u><u>(0.10) cent</u></u>	<u><u>(0.09) cent</u></u>