

The Directors of China Merchants DiChain (Asia) Limited are pleased to announce the unaudited financial results of the Company and its subsidiaries (collectively referred to as the "Group") for the six months ended 30 September 2004 with comparative figures for the previous corresponding period. The results have not been audited but have reviewed by the Audit Committee of the Company.

CONDENSED CONSOLIDATED INCOME STATEMENT

	Note	Six months ended 30 September	
		2004 (Unaudited) HK\$'000	2003 (Unaudited) HK\$'000
Turnover	2	9,097	22,499
Cost of sales		(4,175)	(16,942)
Gross profit		4,922	5,557
Other operating incomes		3,051	1,174
Selling expenses		(380)	(1,348)
Administrative expenses		(11,280)	(17,399)
Gain on disposal of investments in securities		–	10,375
Unrealized holding (loss) gain on investments in securities		(7,871)	28,287
Loss on disposal of property, plant and equipment		–	(387)
Write back or waiver of other payables		–	8,494
Allowance for doubtful debts		–	(2,950)
Write back of allowance for amount due from an investee		–	6,671
(Loss) profit from operations	3	(11,558)	38,474
Interest on bank borrowings wholly repayable within five years		(2,858)	(2,830)
Share of results of an associate		1,082	–
(Loss) profit before taxation		(13,334)	35,644
Taxation	4	(119)	–
(Loss) profit before minority interests		(13,453)	35,644
Minority interests		–	794
Net (loss) profit for the period		(13,453)	36,438
(Loss) earnings per share	5		
Basic		(0.28) cent	0.80 cent
Diluted		N/A	0.66 cent