

The board of directors (the "Board") of Fong's Industries Company Limited (the "Company") is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended June 30, 2005 as follows:

## CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended June 30, 2005 – unaudited

	Notes	2005 HK\$'000	2004 HK\$'000 (restated)
Turnover		1,078,239	763,736
Cost of sales		(756,561)	(513,705)
<b>Gross profit</b>		<b>321,678</b>	250,031
Other revenue		24,540	12,449
Distribution costs		(52,263)	(30,564)
Administrative expenses		(117,745)	(83,968)
Other operating expenses		(22,376)	(18,399)
<b>Profit from operations</b>		<b>153,834</b>	129,549
Finance costs	5	(8,799)	(4,334)
Interest income		604	646
Share of results of associates		659	499
Share of results of a jointly controlled entity		15,629	11,478
<b>Profit before tax</b>		<b>161,927</b>	137,838
Income tax expense	6	(20,968)	(19,102)
<b>Net profit for the period</b>		<b>140,959</b>	118,736
<b>Attributable to</b>			
Equity holders of the Company		141,303	118,588
Minority interest		(344)	148
		<b>140,959</b>	118,736
Earnings per share	7		
Basic		<b>25.22 cents</b>	21.10 cents
Dividends per share	8		
Interim		<b>8 cents</b>	7 cents
Special		<b>3 cents</b>	3 cents