

FINANCIAL RESULTS

The directors (the “Directors”) of Lung Kee (Bermuda) Holdings Limited (the “Company”) are pleased to announce the unaudited condensed consolidated financial results of the Company and its subsidiaries (collectively the “Group”) for the six months ended 30th June, 2005 together with the comparative figures as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30th June, 2005

		Six months ended 30th June,	
		2005	2004
		(unaudited)	(unaudited)
		HK\$'000	HK\$'000
	Notes		
Turnover	4	898,834	771,080
Other operating income		5,901	6,189
Changes in inventories of finished goods and work in progress		15,196	32,687
Raw materials and consumables used		(417,736)	(399,051)
Staff costs		(145,999)	(115,495)
Depreciation and amortisation of property, plant and equipment		(55,068)	(40,309)
Amortisation of goodwill		—	(10,860)
Amortisation of patents and trademarks		—	(333)
Impairment loss recognised in respect of goodwill		(9,060)	—
Impairment loss recognised in respect of patents and trademarks		(1,056)	—
Other operating expenses		(137,806)	(101,177)
Finance costs		(9,227)	(9,295)
Profit before taxation	5	143,979	133,436
Taxation	6	(17,303)	(22,328)
Profit for the period		126,676	111,108
Attributable to:			
Equity holders of the Company		124,124	109,167
Minority interests		2,552	1,941
Profit for the period		126,676	111,108
Dividends	7		
Proposed interim dividend of HK9 cents per share (2004: HK8 cents per share)		55,758	49,130
Earnings per share	8		
— Basic		20.04 cents	17.78 cents
— Diluted		20.03 cents	17.77 cents