

## INTERIM RESULTS FOR THE SIX MONTHS ENDED 30TH JUNE 2005

The Board of Directors of Kader Holdings Company Limited (the “Company”) announces that the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30th June 2005, together with comparative figures for the corresponding period in 2004 are as follows:–

### CONSOLIDATED INCOME STATEMENT

*For the six months ended 30th June 2005*

		<b>Unaudited</b>	
		<b>Six months ended 30th June</b>	
	<i>Note</i>	<b>2005</b>	2004
			Restated
		<i>HK\$'000</i>	<i>HK\$'000</i>
Turnover	3	<b>199,923</b>	173,184
Loss on disposal of investment properties		<b>(1,805)</b>	–
Other revenue		<b>5,607</b>	4,418
Other net income/(expenses)		<b>2,389</b>	(2,034)
Changes in inventories of finished goods and work in progress		<b>18,357</b>	17,434
Cost of purchase of finished goods		<b>(11,886)</b>	(9,260)
Raw materials and consumables used		<b>(61,899)</b>	(51,447)
Staff costs		<b>(74,312)</b>	(62,135)
Depreciation and amortisation expenses		<b>(10,214)</b>	(9,994)
Other operating expenses		<b>(56,479)</b>	(54,424)
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Profit from operations	3	<b>9,681</b>	5,742
Finance costs	5	<b>(7,220)</b>	(6,764)
Share of loss of associates		<b>(4,508)</b>	(5,712)
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Loss before taxation	5	<b>(2,047)</b>	(6,734)
Income tax	6	<b>2,834</b>	(894)
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Profit/(loss) after taxation		<b>787</b>	(7,628)
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Attributable to:–			
Equity holders of the parent		<b>787</b>	(7,628)
Minority interests		–	–
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Profit/(loss) after taxation		<b>787</b>	(7,628)
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Earnings/(loss) per share			
Basic	7	<b>0.12¢</b>	(1.15¢)
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The notes on pages 6 to 15 form part of this interim financial report.