

The board of directors (the “Board”) of Mandarin Entertainment (Holdings) Limited (the “Company”) announces the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively the “Group”) for the six months ended 30th June, 2005 with the comparative figures as follows:

## CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30TH JUNE, 2005

		Six months ended 30th June,	
	NOTES	2005 HK\$'000 (unaudited)	2004 HK\$'000 (unaudited)
Turnover		18,061	36,465
Cost of sales		<u>(15,909)</u>	<u>(35,200)</u>
Gross profit		2,152	1,265
Other operating income		1,419	843
Administrative expenses		(10,320)	(9,654)
Finance costs		(358)	(437)
Amortisation of goodwill of investment in a jointly controlled entity		–	(150)
Share of results of jointly controlled entities		<u>29</u>	<u>488</u>
Loss before taxation	5	(7,078)	(7,645)
Taxation	6	<u>188</u>	<u>(249)</u>
Loss for the period		<u><u>(6,890)</u></u>	<u><u>(7,894)</u></u>
Attributable to:			
– Equity holders of the Company		(6,890)	(7,831)
– Minority interests		–	(63)
		<u><u>(6,890)</u></u>	<u><u>(7,894)</u></u>
Loss per share – basic	8	<u><u>(2.09) cents</u></u>	<u><u>(2.37) cents</u></u>