

## INTERIM RESULTS

The Board of Directors of The Grande Holdings Limited (the "Company") is pleased to announce that the unaudited condensed consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2005, together with the comparative figures for the corresponding period and selected explanatory notes are as follows:

### CONDENSED CONSOLIDATED INCOME STATEMENT

|                                  | <i>Notes</i> | Six months ended                                   |   |
|----------------------------------|--------------|--|---|
|                                  |              | 30 June 2005<br>(Unaudited)<br><i>HK\$ million</i> | 30 June 2004<br>(Restated)<br><i>HK\$ million</i> |
| TURNOVER                         | 3            | 2,623  | 2,891   |
| Cost of sales                    |              | <u>(2,241)</u>                                     | <u>(2,436)</u>                                    |
| Gross profit                     |              | 382  | 455   |
| Other operating income           |              | 72   | 65  |
| Distribution costs               |              | (50)   | (54)  |
| Administrative expenses          |              | (163)  | (181)   |
| Other operating expenses         |              | <u>(29)</u>  | <u>(91)</u>                                       |
| PROFIT FROM OPERATING ACTIVITIES |              | 212  | 194   |
| Loss on disposal of subsidiaries |              | -  | (4)   |
| Finance costs                    |              | <u>(20)</u>  | <u>(13)</u>                                       |
| PROFIT BEFORE TAX                | 5            | 192  | 177   |
| Tax credit/(charge)              | 6            | <u>1</u>   | <u>(1)</u>  |
| PROFIT FOR THE PERIOD            |              | <u>193</u>   | <u>176</u>  |
| ATTRIBUTABLE TO:                 |              |  |   |
| Shareholders of the Company      |              | 190  | 171   |
| Minority interests               |              | <u>3</u>   | <u>5</u>  |
|                                  |              | <u>193</u>   | <u>176</u>  |
| INTERIM DIVIDEND PROPOSED        | 7            | <u>55</u>  | <u>51</u>   |
|                                  |              | <i>HK cents</i>                                    | <i>HK cents</i>                                   |
| EARNINGS PER SHARE               | 8            |  |   |
| Basic                            |              | <u>41</u>  | <u>37</u>   |
| Diluted                          |              | <u>N/A</u>   | <u>N/A</u>  |