

## RESULTS

The Directors of SiS International Holdings Limited (the "Company") have pleasure in submitting the unaudited results of the Company and its subsidiaries (the "Group") for the six months ended June 30, 2005 together with the comparative figures for the corresponding period in 2004. The Interim financial statements have been reviewed by the Company's audit committee, and reviewed by the Company's auditors in accordance with Statement of Auditing Standards No. 700 "Engagements to Review Interim Financial Reports" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

## CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended June 30, 2005

|   |       | <b>For the six months ended<br/>June 30,</b> |                                 |
|---|-------|--|---------------------------------|
|   |       | <b>2005<br/>(Unaudited)<br/>HK\$'000</b>     | 2004<br>(Unaudited)<br>HK\$'000 |
|   | Notes |  |                                 |
| Turnover  | 3     | <b>1,644,784</b>                             | 1,373,531                       |
| Cost of sales   |       | <b>(1,554,386)</b>                           | (1,310,884)                     |
| Gross profit  |       | <b>90,398</b>                                | 62,647                          |
| Other operating income  |       | <b>9,983</b>                                 | 9,034                           |
| Distribution costs  |       | <b>(32,646)</b>                              | (47,157)                        |
| Administrative expenses   |       | <b>(27,033)</b>                              | (27,134)                        |
| Impairment loss recognised in respect<br>of deferred consideration on partial<br>disposal of a subsidiary | 4     | <b>(17,000)</b>                              | –                               |
| Impairment losses recognised in respect of<br>available for sale investments/investments<br>in securities |       | <b>(200)</b>                                 | (1,537)                         |
| Gain (loss) on disposal of available for sale<br>investments/investments in securities                    |       | <b>5,283</b>                                 | (174)                           |
| Gain on partial disposal of an associate  |       | –  | 10,304                          |
| Gain on deemed disposal of an associate   |       | –  | 6,045                           |
| Share of results of associates  |       | <b>2,766</b>                                 | 3,281                           |
| Finance costs   |       | <b>(2,001)</b>                               | (1,482)                         |
| Profit before taxation  | 5     | <b>29,550</b>                                | 13,827                          |
| Taxation  | 6     | <b>(6,084)</b>                               | (702)                           |
| Profit for the period   |       | <b>23,466</b>                                | 13,125                          |
| Attributable to:  |       |  |                                 |
| Shareholders of the Company   |       | <b>23,334</b>                                | 13,045                          |
| Minority interests  |       | <b>132</b>                                   | 80                              |
|   |       | <b>23,466</b>                                | 13,125                          |
| Dividend  | 7     | <b>5,371</b>                                 | 5,371                           |
| Earnings per shares   |       |  |                                 |
| – Basic   | 8     | <b>8.69 cents</b>                            | 4.86 cents                      |