

The Board of Directors of VXL Capital Limited (the “Company”) presents the unaudited condensed consolidated financial statements of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months period ended 30 June 2005 as follows:

### CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE SIX MONTHS ENDED 30 JUNE 2005

	<i>Note</i>	For the six months ended	
		30 June 2005	30 June 2004 (Restated)
		HK\$'000	HK\$'000
Turnover	3	2,479	2,781
Staff costs		(4,134)	(4,939)
Other operating expenses		(4,733)	(2,631)
Profit on disposal of a subsidiary		–	1,470
Operating loss	4	(6,388)	(3,319)
Finance costs		(10)	–
Share of profits of an associate		122	493
Loss before taxation		(6,276)	(2,826)
Taxation credit	5	–	1,267
Loss attributable to shareholders		(6,276)	(1,559)
Basic and diluted loss per share attributable to shareholders of the Company for the period	6	(HK\$0.09)	(HK\$0.02)