

Interim Results

The Board of Directors (the "Board") of Fairwood Holdings Limited (the "Company") is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (collectively referred to as the "Group") for the six months ended 30 September 2005 together with the comparative figures for the period ended 30 September 2004. The results have been reviewed by the Company's auditors, KPMG, and the Company's audit committee.

Consolidated Income Statement

For the six months ended 30 September 2005 – unaudited

(Expressed in Hong Kong dollars)

	Note	Six months ended 30 September 2005 \$'000	2004 (restated) \$'000
Turnover	3	471,091	413,760
Cost of sales		(420,048)	(380,827)
Gross profit		51,043	32,933
Other revenue		1,649	461
Other net income	8(a)	19,102	11,007
Administrative expenses		(25,514)	(21,994)
Net impairment loss on fixed assets	8(b)	(4,586)	(400)
Valuation gain on investment properties	8(c)	370	–
Profit from operations		42,064	22,007
Finance costs		(356)	(367)
Profit before taxation	4	41,708	21,640
Income tax	5	(613)	(391)
Profit after taxation		41,095	21,249
Attributable to:			
Shareholders of the Company	12	41,095	21,249
Minority interests	12	–	–
Profit after taxation	12	41,095	21,249
Dividend distribution:	6		
Interim dividend distribution		12,487	10,893
Special dividend distribution		9,989	–
		22,476	10,893
Earnings per share			
Basic	7(a)	33.13 cents	17.15 cents
Diluted	7(b)	32.31 cents	16.85 cents

The notes on pages 10 to 29 form part of this interim financial report.