

The board of directors (the “Board”) of Magician Industries (Holdings) Limited (the “Company”) announces the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30 September 2005 (the “Period”) together with the comparative figures for the corresponding period in 2004 as follows:

**CONDENSED CONSOLIDATED INCOME STATEMENT**

		<b>Six months ended 30 September</b>	
	<i>Notes</i>	<b>2005 HK\$'000 (unaudited)</b>	<b>2004 HK\$'000 (unaudited)</b>
Turnover	4	136,720	264,830
Cost of sales		(124,369)	(209,876)
Gross Profit		12,351	54,954
Other revenues		932	1,118
Selling and distribution expenses		(10,156)	(19,906)
Administrative and other operating expenses		(29,645)	(38,286)
		(38,869)	(57,074)
Loss from operations	5	(26,518)	(2,120)
Impairment loss on prepaid lease payments		(8,018)	–
Finance costs		(4,540)	(2,946)
Share of loss of an associate company		–	(683)
Loss before tax		(39,076)	(5,749)
Taxation	6	–	(156)
Loss attributable to shareholders		(39,076)	(5,905)
Loss per share	8		
– Basic, HK cents		(4.50)	(0.68)
– Diluted, HK cents		N/A	N/A