

RESULTS

The directors (the "Directors") of Victory City International Holdings Limited (the "Company") are pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2005. The interim results have been reviewed by the Company's auditors in accordance with Statement of Auditing Standards 700 "Engagements to review interim financial reports" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The interim results have also been reviewed by the Company's audit committee.

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 September 2005

	Notes	Six months ended 30 September	
		2005 HK\$'000 (unaudited)	2004 HK\$'000 (unaudited and restated)
Turnover	4	1,421,345	1,284,432
Cost of sales		(1,144,731)	(1,054,536)
Gross profit		276,614	229,896
Other operating income		13,017	5,540
Gain arising from changes in fair value of investment properties		4,567	–
Distribution costs		(44,593)	(42,757)
Administrative expenses		(89,291)	(66,193)
Amortisation of goodwill		–	(323)
Profit from operations	5	160,314	126,163
Finance costs		(13,659)	(5,726)
Profit before taxation		146,655	120,437
Taxation	6	(10,192)	(6,406)
Profit for the period		136,463	114,031
Attributable to:			
Equity holders of the parent		122,390	103,131
Minority shareholders		14,073	10,900
		136,463	114,031
Distributions	7	37,331	30,932
Earnings per share	8		
Basic		21.6 cents	18.5 cents
Diluted		21.6 cents	18.2 cents