

The Board of Directors (the “Board”) of Kong Sun Holdings Limited (the “Company”) is pleased to announce the unaudited condensed consolidated financial statements of the Company and its subsidiaries (the “Group”) for the six months ended 30 June 2005 together with the comparative figures for the corresponding period in 2004 are as follows:

Condensed Consolidated Income Statement

For the six months ended 30 June 2005

	Notes	For the six months ended 30 June 2005 (Unaudited) HK\$'000	2004 (Unaudited) HK\$'000
Turnover	2	506	4,079
Cost of inventories sold/ properties pre-sold		—	(1,134)
Gross profit		506	2,945
Other revenue	2	—	560
Staff costs		(1,077)	(1,346)
Depreciation		(19)	(173)
Other operating expenses		(2,103)	(3,315)
Finance costs	3	(1,868)	(1,735)
Share of results of associates		(1,837)	(1,399)
Loss before tax	4	(6,398)	(4,463)
Income tax	5	(88)	(1)
Loss for the period		<u>(6,486)</u>	<u>(4,464)</u>
Attributable to:			
Equity holders of the Company		(6,486)	(4,463)
Minority interests		—	(1)
		<u>(6,486)</u>	<u>(4,464)</u>
Loss per share – Basic	6	<u>(0.25 cents)</u>	<u>(0.17 cents)</u>
– Diluted		<u>N/A</u>	<u>N/A</u>