

INTERIM RESULTS

The Board of Directors (the "Board") of Perennial International Limited (the "Company") is pleased to present the unaudited consolidated interim report and condensed accounts of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2001 as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE SIX MONTHS ENDED 30 JUNE 2001

| | Note | Unaudited Six months ended 30 June | |
|--|------|---------------------------------------|---------------------|
| | | 2001 HK\$'000 | 2000 HK\$'000 |
| Turnover | 2 | 95,217 | 120,738 |
| Cost of sales | | <u>(78,937)</u> | <u>(94,104)</u> |
| Gross profit | | 16,280 | 26,634 |
| Other revenue | 2 | 5 | 84 |
| Write back of provision for unlisted investment securities | | 1,000 | – |
| Revaluation deficit on leasehold land and buildings | | (2,226) | – |
| Distribution expenses | | (2,984) | (2,380) |
| Administrative expenses | | (17,673) | (13,851) |
| Other operating expenses | | <u>(865)</u> | <u>(665)</u> |
| Operating (loss)/profit | 3 | (6,463) | 9,822 |
| Finance costs | 4 | <u>(1,939)</u> | <u>(2,066)</u> |
| (Loss)/profit before taxation | | (8,402) | 7,756 |
| Taxation | 5 | <u>(165)</u> | <u>(620)</u> |
| (Loss)/profit attributable to shareholders | | <u><u>(8,567)</u></u> | <u><u>7,136</u></u> |
| Dividends | 6 | <u>1,990</u> | <u>3,979</u> |
| (Loss)/earnings per share | | | |
| Basic | 7 | <u>(4.3)cents</u> | <u>3.6 cents</u> |
| Diluted | 7 | <u>N/A</u> | <u>N/A</u> |