

# PROFIT AND LOSS ACCOUNT

(For the six months ended 30 June 2002)

The Directors of The HSBC China Fund Limited present the following unaudited interim results of the Company for the six months ended 30 June 2002:-

	Notes	Six months ended 30 June (unaudited) US\$	(unaudited) US\$
<b>GROSS REVENUE</b>			
Interest income		22,293	116,503
Realised losses from sale of listed securities		(5,130)	-
Dividend income from listed securities		-	10,309
		17,163	126,812
<b>EXPENSES</b>			
Investment manager's fee		(66,216)	(93,450)
Other operating expenses, net		(114,401)	(148,566)
		(180,617)	(242,016)
<b>LOSS BEFORE TAX</b>	4	(163,454)	(115,204)
<b>TAX</b>	5	87,260	-
<b>NET LOSS FROM ORDINARY ACTIVITIES ATTRIBUTABLE TO SHAREHOLDERS</b>		(76,194)	(115,204)
<b>LOSS PER SHARE</b>	7	(0.0031)	(0.0047)
<b>OTHER TRANSFER TO / (FROM) RESERVES</b>			
Investment revaluation reserve		-	(1,772,057)
Capital redemption reserve		10	-

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