

TONGDA GROUP HOLDINGS LIMITED

The Board of Directors of Tongda Group Holdings Limited (the "Company") is pleased to present the interim report and unaudited condensed accounts of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2003 (the "Period") together with comparative figures for the previous period as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the six months ended 30 June 2003

		Six months ended 30 June 2003 (unaudited) HK\$'000	2002 (unaudited) HK\$'000
	<i>Notes</i>		
TURNOVER	2	176,714	118,065
Cost of sales		<u>(131,173)</u>	<u>(85,142)</u>
Gross profit		45,541	32,923
Other revenue		858	448
Selling and distribution costs		(5,712)	(4,617)
Administrative expenses		(12,881)	(8,387)
Other operating expenses		<u>(1,134)</u>	<u>1,229</u>
PROFIT FROM OPERATING ACTIVITIES	2, 3	26,672	21,596
Finance costs		(2,481)	(2,431)
Share of profit of an associate		<u>1,998</u>	<u>1,102</u>
PROFIT BEFORE TAX		26,189	20,267
Tax	4	<u>(3,245)</u>	<u>(2,065)</u>
PROFIT BEFORE MINORITY INTERESTS		22,944	18,202
Minority interests		<u>(307)</u>	<u>(2)</u>
NET PROFIT ATTRIBUTABLE TO SHAREHOLDERS		<u>22,637</u>	<u>18,200</u>
INTERIM DIVIDEND	5	<u>6,040</u>	<u>–</u>
EARNINGS PER SHARE	6		
Basic		<u>0.75 cent</u>	<u>0.60 cent</u>
Diluted		<u>N/A</u>	<u>N/A</u>