

**INTERIM RESULTS**

The Directors of Keck Seng Investments (Hong Kong) Limited (the “Company”) hereby announce the unaudited consolidated interim results of the Company and its subsidiaries (the “Group”) for the six months ended 30 June 2003, together with the comparative figures for the corresponding period in 2002. The interim results have not been audited, but have been reviewed by both the Company’s Audit Committee and the Company’s auditors, KPMG. The independent review report of the auditors is attached.

**CONSOLIDATED PROFIT AND LOSS ACCOUNT (UNAUDITED)**

		<b>Six months ended 30 June</b>	
		<b>2003</b>	<b>2002</b>
	<i>Note</i>	<b>HK\$'000</b>	<b>HK\$'000</b>
Turnover	2	50,289	117,273
Cost of sales		(14,484)	(60,138)
		<b>35,805</b>	57,135
Other revenue		2,002	1,351
Other net income	3	8,797	416
Direct operating expenses		(5,729)	(6,798)
Marketing and selling expenses		(2,120)	(1,919)
Administrative and other operating expenses		(54,507)	(37,813)
(Loss)/profit from operations		(15,752)	12,372
Finance costs	4(a)	(5,748)	(5,383)
Share of profits less losses of associates		5,836	10,959
(Loss)/profit from ordinary activities before taxation	4	(15,664)	17,948
Taxation (charge)/credit	5	(1,832)	3,259
(Loss)/profit from ordinary activities after taxation		(17,496)	21,207
Minority interests		12,768	224
(Loss)/profit attributable to shareholders		<b>(4,728)</b>	21,431
Dividends attributable to the interim period:			
Interim dividend declared after the interim period end – HK\$1 cent (2002: HK\$1 cent) per share	6	3,402	3,402
Basic (loss)/earnings per share	7	(1.4) cents	6.3 cents
(Loss)/profit for the period is retained as follows:			
By the Company and its subsidiaries		(9,341)	11,999
By associates		4,613	9,432
		<b>(4,728)</b>	21,431

The notes on pages 5 to 13 form part of this interim financial report.