

The Board of Directors of SW Kingsway Capital Holdings Limited ("the Company") are pleased to present the interim report and unaudited condensed accounts of the Company and its subsidiaries ("the Group") for the six months ended 31st December 2003 together with comparative figures for the corresponding period last year as follows:

## CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE SIX MONTHS ENDED 31ST DECEMBER 2003

	Note	Unaudited Six months ended 31/12/2003 HK\$	Unaudited Six months ended 31/12/2002 HK\$
<b>TURNOVER</b>	2		
Trading gain/(loss) on investments		122,578,524	(125,394,112)
Commission and fee income		36,478,258	30,041,358
Interest and dividend income		10,064,306	15,027,810
		169,121,088	(80,324,944)
<b>OTHER REVENUES</b>	2	247,885	336,164
<b>TOTAL REVENUES</b>		169,368,973	(79,988,780)
<b>OPERATING EXPENSES</b>			
Commission expenses		(5,358,623)	(4,771,062)
General and administrative expenses		(46,137,327)	(41,834,859)
Impairment losses of long term investments		(10,000,000)	–
<b>OPERATING PROFIT/(LOSS)</b>		107,873,023	(126,594,701)
Finance costs		(1,223,564)	(1,696,274)
		106,649,459	(128,290,975)
Share of results of associated companies		634,830	(578,655)
<b>PROFIT/(LOSS) BEFORE TAXATION</b>	3	107,284,289	(128,869,630)
Taxation	4	(1,949,260)	(1,955,286)
<b>PROFIT/(LOSS) AFTER TAXATION</b>		105,335,029	(130,824,916)
Minority interests		–	(77,826)
<b>PROFIT/(LOSS) ATTRIBUTABLE TO SHAREHOLDERS</b>		105,335,029	(130,902,742)
<b>INTERIM DIVIDEND</b>	5(a)	10,324,005	10,409,941
<b>EARNINGS/(LOSS) PER SHARE</b>	6		
Basic		3.4 cents	(4.2) cents
Diluted		3.3 cents	N/A