

UNAUDITED INTERIM RESULTS

The board of directors (the "Board") of First Dragoncom Agro-Strategy Holdings Ltd. (the "Company") is pleased to announce the unaudited interim results of the Company and its subsidiaries (collectively the "Group") for the six months ended 30 June 2004. The consolidated income statement, consolidated statement of changes in equity and consolidated cash flow statement of the Group for the six months ended 30 June 2004 and the consolidated balance sheet of the Group as at 30 June 2004, along with selected explanatory notes, are set out below.

CONDENSED CONSOLIDATED INCOME STATEMENT

for the six months ended 30 June 2004

		Six months ended 30 June	
	<i>Notes</i>	2004 (Unaudited) HK\$'000	2003 (Unaudited) HK\$'000
TURNOVER	3		
Continuing operations		45,969	45,021
Discontinued operations		–	5,427
		45,969	50,448
Cost of sales		(30,854)	(32,751)
Gross profit		15,115	17,697
Other revenue	4	6,535	2,471
Distribution costs		(55)	–
Administrative and other operating expenses		(6,234)	(9,449)
Profit from operations	5	15,361	10,719
Finance costs		–	(14)
PROFIT BEFORE TAXATION AND MINORITY INTERESTS			
Continuing operations		15,361	12,478
Discontinued operations		–	(1,773)
		15,361	10,705
TAXATION	6		
Continuing operations		(1,705)	–
Discontinued operations		–	–
		(1,705)	–
Profit before minority interests		13,656	10,705
Minority interests		(3,313)	(4,633)
Net profit from ordinary activities attributable to shareholders		10,343	6,072
Dividends	7	–	–
Earnings per share	8		
– Basic		0.50 cents	0.36 cents
– Diluted		N/A	0.34 cents