

## RESULTS

The Directors of SiS International Holdings Limited (the "Company") have pleasure in submitting the unaudited results of the Company and its subsidiaries (the "Group") for the six months ended June 30, 2004 together with the comparative figures for the corresponding period in 2003. The interim financial report has been reviewed by the Company's audit committee, and reviewed by the Company's auditors in accordance with Statement of Auditing Standards No. 700 "Engagements to review interim financial reports" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

### CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED JUNE 30, 2004

|  | Notes | For the six months ended<br>June 30, |                                 |
|--|-------|--------------------------------------|---------------------------------|
|  |       | 2004<br>(Unaudited)<br>HK\$'000      | 2003<br>(Unaudited)<br>HK\$'000 |
| Turnover   | 3     | <b>1,373,531</b>                     | 1,700,531                       |
| Cost of sales  |       | <b>(1,310,884)</b>                   | (1,624,517)                     |
| Gross profit   |       | <b>62,647</b>                        | 76,014                          |
| Other operating income   |       | <b>9,034</b>                         | 14,933                          |
| Distribution costs   |       | <b>(47,157)</b>                      | (35,825)                        |
| Administrative expenses  |       | <b>(27,308)</b>                      | (32,355)                        |
| Impairment losses recognised in respect of investments in securities |       | <b>(1,537)</b>                       | —                               |
| Revaluation decrease on investment property                          |       | <b>—</b>                             | (6,000)                         |
| (Loss) profit from operations  | 4     | <b>(4,321)</b>                       | 1,767                           |
| Gain on partial disposal of an associate                             | 5     | <b>10,304</b>                        | —                               |
| Gain on deemed disposal of an associate                              | 6     | <b>6,045</b>                         | —                               |
| Finance costs  |       | <b>(1,482)</b>                       | (5,271)                         |
| Share of results of associates                                       |       | <b>4,538</b>                         | 367                             |
| Profit before taxation   |       | <b>15,084</b>                        | 11,863                          |
| Taxation   | 7     | <b>(1,959)</b>                       | (5,512)                         |
| Profit before minority interests                                     |       | <b>13,125</b>                        | 6,351                           |
| Minority interests   |       | <b>(80)</b>                          | (750)                           |
| Profit for the period  |       | <b>13,045</b>                        | 5,601                           |
| Dividend   | 8     | <b>5,371</b>                         | 5,371                           |
| Earnings per share   | 9     |                                      |                                 |
| — Basic  |       | <b>4.86 cents</b>                    | 2.09 cents                      |