

RESULTS

The Board of Directors of South East Group Limited (the "Company") announces the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2005 as follows:

Condensed consolidated income statement (Unaudited)

For the six months ended 30 September 2005

	Notes	2005 HK\$'000	2004 HK\$'000
Turnover	(3)	9,348	49,482
Cost of sales		(9,075)	(46,687)
Gross profit		273	2,795
Other revenue		60	412
Selling and distribution costs		(2,022)	(3,920)
Administrative expenses		(5,122)	(6,093)
Operating loss	(4)	(6,811)	(6,806)
Finance costs	(5)	(141)	(3)
Loss before taxation		(6,952)	(6,809)
Taxation	(6)	(177)	(500)
Loss for the period		(7,129)	(7,309)
Attributable to:			
Equity holders of the Company		(5,763)	(6,688)
Minority interests		(1,366)	(621)
		(7,129)	(7,309)
Interim dividend per share		NIL	NIL
Loss per share (HK cents)	(7)	(1.74)	(2.02)