

The board of directors (the “Board”) of Four Seas Mercantile Holdings Limited (the “Company”) is pleased to announce the unaudited condensed consolidated balance sheet as at 30 September 2005 of the Company and its subsidiaries (the “Group”) and the unaudited condensed consolidated profit and loss account, unaudited condensed consolidated statement of changes in equity and unaudited condensed consolidated cash flow statement for the six months ended 30 September 2005 as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

		Six months ended 30 September	
		2005	2004
	Notes	Unaudited HK\$'000	Unaudited HK\$'000 (Restated)
REVENUE			
Sale of goods	3	825,219	751,426
Cost of sales		(593,112)	(527,409)
Gross profit		232,107	224,017
Other revenue and gains/(losses), net	4	14,530	(6,935)
Selling and distribution costs		(122,503)	(115,043)
Administrative expenses		(59,509)	(50,746)
Other operating expenses		(3,775)	(3,409)
Finance costs		(7,999)	(2,540)
Share of profits and losses of associates		5,329	9,829
PROFIT BEFORE TAX	3, 5	58,180	55,173
Tax	6	(9,113)	(6,993)
PROFIT FOR THE PERIOD		49,067	48,180
ATTRIBUTABLE TO:			
Equity holders of the parent		49,587	41,439
Minority interests		(520)	6,741
		49,067	48,180
EARNINGS PER SHARE	7		
Basic		12.4 cents	10.4 cents
DIVIDENDS	8	7,991	7,991