

Listed Company Information

KARCE INTL HOLD<01159> - Results Announcement

Karce International Holdings Company Limited announced on 22/9/2003:

(stock code: 01159)

Year end date: 31/12/2003

Currency: HKD

Auditors' Report: N/A

Review of Interim Report by: Audit Committee

	(Unaudited) Current Period from 1/1/2003 to 30/6/2003	(Unaudited) Last Corresponding Period from 1/1/2002 to 30/6/2002
	Note ('000)	('000)
Turnover	: 265,945	285,967
Profit/(Loss) from Operations	: 9,984	7,987
Finance cost	: (2,015)	(1,771)
Share of Profit/(Loss) of Associates	: 1,134	N/A
Share of Profit/(Loss) of Jointly Controlled Entities	: N/A	N/A
Profit/(Loss) after Tax & MI	: 5,590	4,735
% Change over Last Period	: +18.06 %	
EPS/(LPS)-Basic (in dollars)	: 0.0101	0.0085
-Diluted (in dollars)	: N/A	N/A
Extraordinary (ETD) Gain/(Loss)	: N/A	N/A
Profit/(Loss) after ETD Items	: 5,590	4,735
Interim Dividend per Share	: NIL	NIL
(Specify if with other options)	: N/A	N/A
B/C Dates for Interim Dividend	: N/A	
Payable Date	: N/A	

B/C Dates for (-)

General Meeting : N/A

Other Distribution for : N/A

Current Period

B/C Dates for Other

Distribution : N/A

Remarks:

1. Basis of Presentation

The condensed consolidated financial statements have been prepared in accordance with Statement of Standard Accounting Practice ("SSAP") 25 "Interim financial reporting" issued by the Hong Kong Society of Accountants ("HKSA") and with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

2. Principal accounting policies

The condensed financial statements have been prepared under the historical cost convention.

The accounting policies adopted for the preparation of the interim financial report are consistent with those adopted by the Group in its annual financial statements for the year ended 31 December 2002 except that the Group has adopted the revised SSAP 12 "Income Taxes" issued by the HKSA which is effective for accounting period commencing on or after 1 January 2003.

The change to the Group's accounting policies and the effect of adopting this revised standard is set out below :

Deferred taxation is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liability and their carrying amounts in the accounts. Taxation rates enacted or substantively enacted by the balance sheet date are used to determine deferred taxation.

Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred taxation is provided on temporary differences arising on investments in subsidiaries and associated companies except where the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

In prior year, deferred taxation was accounted for at the current taxation rate in respect of timing differences between profit as computed for taxation purposes and profit as stated in the accounts to the extent that a liability or an asset was expected to be payable or recoverable in the foreseeable future. The adoption of the revised SSAP 12 represents a change in accounting policy and had no material impact on the Group's accounts in prior periods/years.

3. Earnings per share

The calculation of earning per share is based on the net profit for the period of HK\$5,590,000 (six months ended 30 June 2002 : HK\$4,735,000) and on 550,776,000 ordinary shares (six months ended 30 June 2002 : 557,144,000 ordinary shares) in issue during the period.

4 Dividend

The Directors do not recommend the payment of dividend for the six months ended 30 June 2003 (six months ended 30 June 2002 : Nil).