



LUNG KEE (BERMUDA) HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

ANNOUNCEMENT OF UNAUDITED CONSOLIDATED RESULTS

The board of directors (the "Board") of Lung Kee (Bermuda) Holdings Limited (the "Company") is pleased to announce the Company's unaudited consolidated results for the year ended 31st March 2002. Since Lung Kee Metal Holdings Limited ("LKMH"), a subsidiary of the Company and listed on Singapore Exchange Securities Trading Limited, is to announce its unaudited consolidated results for the year ended 31st March 2002 on 11th June 2002 in Singapore, the purpose of this announcement is to provide additional financial information to the shareholders of the Company. Details of the Company's unaudited consolidated income statement and unaudited consolidated balance sheet are set out below.

The Board of the Company is pleased to announce the Company's unaudited consolidated results for the year ended 31st March 2002 together with comparative figures for the year ended 31st March 2001 as follows. Since LKMH is to announce its unaudited consolidated results for the year ended 31st March 2002 on 11th June 2002 in Singapore, the purpose of this announcement is to provide additional financial information to the shareholders of the Company.

Unaudited Consolidated Income Statement for the year ended 31st March 2002

	<i>(Unaudited)</i> 2002 HK\$'000	<i>(Audited)</i> 2001 HK\$'000
Turnover	<u>928,886</u>	<u>985,834</u>
Profit before tax	104,305	192,358
Taxation	<u>(10,351)</u>	<u>(30,289)</u>
Profit after tax	93,954	162,069
Minority interests	<u>(21,969)</u>	<u>(32,463)</u>
Net profit for the year	<u>71,985</u>	<u>129,606</u>
Earnings per share		
— Basic	<u>HK14.90 cents</u>	HK26.94 cents
— Diluted	<u>HK14.85 cents</u>	HK26.72 cents

Unaudited Consolidated Balance Sheet as at 31st March 2002

	<i>(Unaudited)</i> 2002 HK\$'000	<i>(Audited)</i> 2001 HK\$'000
Fixed Assets	433,246	437,482
Investment	—	29,539
Goodwill	9,015	—
Current Assets	1,034,925	946,064
Less: Current Liabilities	<u>584,414</u>	<u>544,948</u>
	<u>450,511</u>	<u>401,116</u>
Less: Non-current liabilities		
Obligations under finance leases	134	675
Bank borrowings	—	3,255
Deferred taxation	<u>2,595</u>	<u>370</u>
	<u>890,043</u>	<u>863,837</u>
Represented by		
Share capital	48,395	48,120
Reserves	652,357	594,112
Proposed dividend (Note)	—	43,320
Shareholders' fund	700,752	685,552
Minority interests	<u>189,291</u>	<u>178,285</u>
	<u>890,043</u>	<u>863,837</u>

Note:

Proposed dividend which was previously classified as a liability at the balance sheet date is reclassified to a separate component in the shareholders' equity in accordance with the adoption of Statements of Standard Accounting Practice 9 (Revised) — Events after the Balance Sheet Date issued by the Hong Kong Society of Accountants. As a result, the shareholders' fund as at 31st March 2001 is increased by HK\$43,320,000.

BUSINESS REVIEW

Due to the slowdown in the U.S. economy, the export market has experienced a global contraction. As the sluggish global economy has not improved, there is pressure on the Group's overall business performance.

The Group business in China has still shown steady development. Plants situated in the southern region of China have maintained continued growth in volume. However, due to keen market competition, turnover and profit margins for the Group's products continue to be depressed. Business development in the eastern region of China has been encouraging. Turnover and profits of the Shanghai, PRC plant has recorded steady growth.

Owing to the stagnant economy in South East Asia, with poor domestic consumption, the development of overseas markets was maintained as last year. The performance of both the Singapore and Malaysia businesses were unsatisfactory. Despite the difficult business environment, the Japanese business has achieved significant progress, with an increase in sales volume and gradual improvement in its operations. Furthermore, the Taiwan business proceeded on the right track, with increases in volume and turnover, in line with the Group's overseas market strategy.

The mould parts business, which includes mould parts and hot runner mould system, has recorded steady growth, which contributed a reliable source of income to the Group.

For the business of trading of import mould steel, due to the prevailing keen market competition whereas the selling price of steel maintained the same in return, the result is far below the Group's expectation.

On Behalf of the Board
Siu Tit Lung
Chairman