

## Listed Company Information

HI SUN GROUP<00818> - Results Announcement

Hi Sun Group Limited announced on 22/04/2003:

(stock code: 00818 )

Year end date: 31/12/2002

Currency: HKD

Auditors' Report: Unqualified

	(Audited ) Current Period from 01/01/2002 to 31/12/2002 Note ('000 )	(Audited ) Last Corresponding Period from 01/01/2001 to 31/12/2001 ('000 )
Turnover	: 369,996	35,475
Profit/(Loss) from Operations	: (38,665)	(8,312)
Finance cost	: (2,140)	(5,094)
Share of Profit/(Loss) of Associates	: N/A	N/A
Share of Profit/(Loss) of Jointly Controlled Entities	: N/A	N/A
Profit/(Loss) after Tax & MI	: (40,828)	342,965
% Change over Last Period	: N/A %	
EPS/(LPS)-Basic (in dollars)	: (0.19)	2.01
-Diluted (in dollars)	: N/A	N/A
Extraordinary (ETD) Gain/(Loss)	: N/A	N/A
Profit/(Loss) after ETD Items	: (40,828)	342,965
Final Dividend per Share	: NIL	NIL
(Specify if with other options)	: N/A	N/A
B/C Dates for Final Dividend	: N/A	
Payable Date	: N/A	
B/C Dates for Annual General Meeting	: 23/05/2003	to 26/05/2003bdi.
Other Distribution for Current Period	: N/A	
B/C Dates for Other Distribution	: N/A	

Remarks:

1 Turnover

The Group is principally engaged in the sale of computer hardware and software, provision of information system consultancy and integration services and the construction and installation of curtain wall system. Revenues recognized during the year are as follows:

Continued Operation 2002 HK\$'000	Discontinued Operation 2002 HK\$'000	Discontinued Operation 2001 HK\$'000
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Turnover

Sales of goods	287,247		191
Provision of information system consultancy and integration services	78,803		-
Value of construction and installation work performed		3,946	35,284
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	366,050	3,946	35,475
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2 Operating loss

The Group's operating loss is stated at after crediting and charging the following:

	Continued Operation 2002 HK\$'000	Discontinued Operation 2002 HK\$'000	Discontinued Operation 2001 HK\$'000
Crediting			
Net exchange gains	-	-	55
Write-back of provision for warranty, net	-	-	2,643
Write-back of provision for legal claims	-	-	2,300
Refund of value added tax	2,507	-	-
	=====	=====	=====
Charging			
Auditors' remuneration	1,160	-	540
Depreciation:			
Owned fixed assets	6,960	469	1,170
Staff costs	84,410	5,739	11,609
Operating lease rentals for land and buildings	8,954	78	47
Provision for impairment in values of leasehold land and buildings	-	-	589
Loss on disposal and written off of fixed assets	2,411	44	139
Provision for doubtful debts	481	-	-
Provision for other receivables	280	-	308
Provision for obsolete inventories	2,237	-	-
Provision for amounts due from minority shareholders of a subsidiary	-	-	506
Net exchange losses	165	(15)	-
	=====	=====	=====

3 Turnover, revenue and segment information

Primary reporting format - business segments

Financial solutions, services	Telecomm-unication solutions, services and	Electronic payment
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	and related products 2002 HK\$'000	related products 2002 HK\$'000	products and services 2002 HK\$'000
Turnover	287,168 =====	33,146 =====	45,736 =====
Other revenue	530 =====	97 =====	491 =====
Segment results	(26,443) =====	(4,548) =====	(6,330) =====
Segment assets	192,362 =====	22,445 =====	56,368 =====
Segment liabilities	(178,035) =====	(29,450) =====	(39,527) =====

	Discontinuing operations 2002 HK\$'000	Other operations 2002 HK\$'000	Group 2002 HK\$'000
Turnover	3,946 =====	- =====	369,996 =====
Other revenue	248 =====	573 =====	1,939 =====
Segment results	(3,413) =====	(4,632) =====	(45,366) =====
Gain on disposal of discontinuing operations			6,701 -----
Operating loss			(38,665)
Finance costs			(2,140) -----
Loss before taxation			(40,805)
Taxation			(23) -----
Loss attributable to shareholders			(40,828) =====
Segment assets	- =====	41,137 =====	312,312 =====
Segment liabilities	- =====	(1,088) =====	(248,100) =====

	Financial solutions, services and related products 2002 HK\$'000	Telecomm- unication solutions, services and related products 2002 HK\$'000	Electronic payment products and services 2002 HK\$'000
Other segment information:			
Depreciation	5,458	1,019	481
Provision for/(write-back) of provision for doubtful debts	481	-	-
Provision for other receivables	280	-	-
Provision for obsolete inventories			

	-	-	2,237
Write-back of provision for contract work in progress	-	-	-
Loss on disposal and written off of fixed assets	73	-	12
Loss on disposal of leasehold land and buildings	-	-	-
Capital expenditure	5,372	292	677
	=====	=====	=====

	Discontinuing operations 2002 HK\$'000	Other operations 2002 HK\$'000	Group 2002 HK\$'000
Other segment information:			
Depreciation	469	2	7,429
Provision for/(write-back) of provision for doubtful debts	(3,651)	-	(3,170)
Provision for other receivables	-	-	280
Provision for obsolete inventories	-	-	2,237
Write-back of provision for contract work in progress	(5,218)	-	(5,218)
Loss on disposal and written off of fixed assets	44	-	129
Loss on disposal of leasehold land and buildings	2,326	-	2,326
Capital expenditure	111	12	6,464
	=====	=====	=====

#### 4 Gain on disposal of discontinuing operations

On 7th November 2002 the Group publicly announced to sell the construction and installation of curtain wall system segment and the sales and distribution of sanitary ware and kitchen cabinets segment. HSHL, a then subsidiary, and its subsidiaries comprising these segments were sold on 30th September 2002 and is reported in these accounts as discontinuing operations. The sales, results, cash flows and net assets of these segments were as follows:

	9 months to 30th September 2002 HK\$'000	12 months to 31st December 2001 HK\$'000
Turnover	3,946	35,475
Cost of sales	(4,726)	(42,351)
Gross loss	(780)	(6,876)
Other revenue	248	426
Operating costs	(11,750)	(18,561)
Write back of provision for doubtful debts	3,651	4,594
Write back of provision for contract work in progress	5,218	12,866
Operating loss	(3,413)	(7,551)
Finance costs	(34)	(5,094)
Non-operating income, net	-	353,795
(Loss)/profit before taxation	(3,447)	341,150
Tax credit	18	3

(Loss)/profit after taxation	----- (3,429) =====	----- 341,153 =====
Net operating cash outflow	(2,173)	(8,471)
Net investing cash inflow/(outflow)	12,324	(475)
Net financing cash outflow	(1,656) -----	(2,451) -----
Total net cash inflow/(outflow)	8,495 =====	(11,397) =====

	At 30th September 2002 HK\$'000	At 31st December 2001 HK\$'000
Fixed assets	3,777	18,663
Interest in a jointly controlled entity	(2,335)	(2,335)
Current assets	13,747 -----	11,473 -----
Total assets	15,189	27,801
Total liabilities	(16,412) -----	(25,595) -----
Net (liabilities)/assets	(1,223) =====	2,206 =====

Net liabilities sold	(1,223)
Reclassifications from shareholders' equity	
- exchange difference	825
- reserve funds	(273)
Proceeds from sale	(8,500)
Waiver of amount due to the Group	2,102
Legal and professional fees in respect of the disposal	368 -----
Gain on disposal of discontinuing operations	(6,701)
Taxation thereon	- -----
After-tax gain on disposal	(6,701) =====

#### 5 Basis (loss)/earnings per share

The calculation of basic (loss)/earnings per share is based on the Group's loss attributable to shareholders of HK\$40,828,000 (2001: profit of HK\$342,965,000) and on the weighted average number of 215,119,396 (2001: 170,356,666) ordinary shares in issue during the year.

The weighted average number of shares in issue used to calculate the basic (loss)/earnings per share for the years ended 31st December 2002 and 2001 has been adjusted for the effect of the Company's bonus issue and rights issue.

There were no dilutive effects on the basic (loss)/earnings per share for the years ended 31st December 2002 and 2001.