

LUK FOOK HOLD<00590> - Results Announcement

Luk Fook Holdings (International) Limited announced on 23/7/2004:
 (stock code: 00590)
 Year end date: 31/3/2004
 Currency: HKD
 Auditors' Report: Unqualified

	(Audited) Current Period from 1/4/2003 to 31/3/2004 Note ('000)	(Audited) Last Corresponding Period from 1/4/2002 to 31/3/2003 ('000)
Turnover	: 1,598,123	1,461,763
Profit/(Loss) from Operations	: 92,875	57,545
Finance cost	: (7)	(25)
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	: 76,965	47,357
% Change over Last Period	: +62.5 %	
EPS/(LPS)-Basic (in dollars)	: 0.161	0.1
-Diluted (in dollars)	: 0.158	0.098
Extraordinary (ETD) Gain/(Loss)	: N/A	N/A
Profit/(Loss) after ETD Items	: 76,965	47,357
Final Dividend per Share	: 5.0 cents	4.0 cents
(Specify if with other options)	: N/A	N/A
B/C Dates for Final Dividend	: 23/8/2004	to 27/8/2004 bdi.
Payable Date	: 15/9/2004	
B/C Dates for Annual General Meeting	: 23/8/2004	to 27/8/2004 bdi.
Other Distribution for Current Period	: N/A	
B/C Dates for Other Distribution	: N/A	

Remarks:

1. Deferred Taxation

In the current year, the Group adopted the revised Statement of Standard Accounting Practice No. 12 (the "revised SSAP 12") issued by the HKSA which is effective for accounting periods commencing on or after 1st January 2003. The change in the Group's accounting policy and the effect of adopting the revised SSAP 12 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 liabilities 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, associates and joint ventures, 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 years, 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 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, which has been applied retrospectively so that the comparatives presented have been restated to conform to the changed policy.

Opening retained earnings at 1st April 2002 and 2003 have been increased by HK\$4,708,000 and HK\$6,282,000, respectively, which represent the unprovided net deferred tax assets. This change has resulted in an increase in deferred tax assets and deferred tax liabilities at 31st March 2003 by HK\$6,473,000 and HK\$191,000, respectively. The profit for the year ended 31st March 2003 has been increased by HK\$1,574,000.

2. Earnings per share

The calculation of basic earnings per share is based on the Group's profit attributable to shareholders of HK\$76,965,000 (2003: HK\$47,357,000) and the weighted average number of 478,399,954 (2003: 473,815,212) ordinary shares in issue during the year.

The calculation of diluted earnings per share is based on the Group's profit attributable to shareholders of HK\$76,965,000 (2003: HK\$47,357,000) and the weighted average number of 486,558,652 (2003: 484,350,454) ordinary shares in issue during the year after adjusting for the effects of all potential dilutive ordinary shares deemed to be issued at no consideration if all outstanding share options granted under the share option scheme of the Company had been exercised.