

Quarterly Results announcement form

Name of listed company : FlexSystem Holdings Limited

Stock code : 8050

Year end date : 31/03/2001

Important Note :

This result announcement form only contains extracted information from and should be read in conjunction with the detailed results announcement of the issuer, which can be viewed on the GEM website at <http://www.hkgem.com>

	(Unaudited)	(Unaudited)
	Current Period	Last Corresponding Period
	from <u>01 April 2000</u>	from <u>01 April 1999</u>
	to <u>30 June 2000</u>	to <u>30 June 1999</u>
	HK\$'000	HK\$'000
Turnover		
- Continuing :	14,845	12,436
- Discontinued :	0	0
Operating Profit/(Loss)		
- Continuing :	5,521	4,379
- Discontinued :	0	0
Total Operating Profit/(Loss) :	5,521	4,379
Share of Profit/(Loss) of		
Associated Companies :	0	0
Share of Profit/(Loss) of		
Jointly Controlled Entites :	0	0
Profit/(Loss) after Taxation & MI :	5,521	4,379
% Change Over the Last Period :	26.08 %	
EPS / (LPS) - Basic :	1.15cents	0.91cents
- Diluted :	N/A	N/A
Extraordinary (ETD) Gain/(Loss) :	0	0
Profit (Loss) after ETD Items :	5,521	4,379
1st Q Dividend per Share	0	0
(specify if with other options) :	N/A	N/A
B/C Dates for 1st Q Dividend :	Nil to	Nil bdi.
Payable Date :	Nil	
B/C Dates for AGM/SGM :	Nil to	Nil bdi.
Other Distribution for Current Period :	Nil	
B/C Dates for Other Distribution :	Nil to	Nil bdi.

* Please delete as appropriate

(bdi: both days inclusive)

Remarks :

For and on behalf of
FlexSystem Holdings Limited

Signature :

Name :

Title :

Leung Wai CheungC.F.O. & Executive Director**Responsibility statement**

The directors of the Company (the "Directors") as at the date hereof hereby collectively and individually accept full responsibility for the accuracy of the information contained in this results announcement form (the "Information") and confirm, having made all reasonable inquiries, that to the best of their knowledge and belief the Information are accurate and complete in all material respects and not misleading and that there are no other matters the omission of which would make the Information herein inaccurate or misleading. The Directors acknowledge that the Stock Exchange has no responsibility whatsoever with regard to the Information and undertake to indemnify the Exchange against all liability incurred and all losses suffered by the Exchange in connection with or relating to the Information.

(1) Basis of presentation

FlexSystem Holdings Limited ("the Company") was incorporated in the Cayman Islands as an exempted company with limited liability on 8th May, 2000 under the Companies Law (2000 Revision) of the Cayman Islands. In preparation for the listing of the Company's shares on GEM, a group reorganization was effected whereby the Company became the holding company of the Group on 10th July, 2000. The shares of the Company (the "Shares") were listed on GEM on 24th July, 2000. (the "Listing Date")

The results of the Company and its subsidiaries (the "Group") have been prepared on a merger basis as if the current group structure had been in existence throughout the periods under review or since the respective dates of incorporation or establishment of the respective subsidiaries now comprising the Group, whichever is a shorter period.

All significant intra-group transactions and balance have been eliminated on combination.

(2) Earnings per share

The calculation of the Group's basic earnings per share for the three months ended 30th June, 2000 is based on the Group's unaudited combined profit after taxation of approximately HK\$5,521,000 (three months ended 30th June, 1999; HK\$4,379,000) and the weighted average number of approximately 480,000,000 shares (three months ended 30th June, 1999; approximately 480,000,000 shares) in issue during the respective periods. In determining the weighted average number of shares, a total of 480,000,000 share issued after the incorporation of the Company and reorganization of the Group immediately but before the issue of new shares to the public pursuant to the listing of the Company's shares were deemed to have been issued since 1st April, 1999.