

Li & Fung Limited 2002 Interim Results

15 August, 2002

RESULTS HIGHLIGHTS 6 months to 30 June 2002

Turnover	+5.4%	to	\$14.3b
Net Profits	+0.6%	to	\$340m
EPS	unchanged at		11.8 cents
DPS	+6.3%	to	8.5 cents

RESULTS HIGHLIGHTS

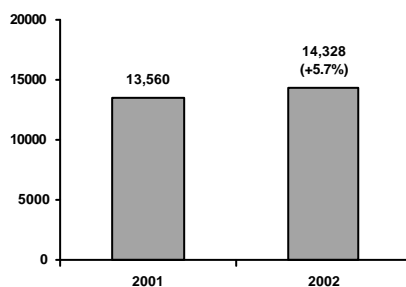
- First Half results reflect poor economic climate in the USA in the second half of 2001
- Turnover up 5.4% and earnings flat
- Improved order taking in first half should result in much stronger performance in the second half
- Acquisition of Janco Overseas Limited completed. Will add HK\$ 1.4 billion to turnover second half of this year

RESULTS HIGHLIGHTS 6 months to 30 June 2002

On Continuing operations:

Turnover	+5.7%	to	\$14.3b
Total Margin	+6.2%	to	\$1,357m
Op Profits	+2.2%	to	\$333m
-ex. amortization, prov	- 0.5%	to	\$338m
Net Profits	- 8.8%	to	\$340m
EPS	- 9%	to	11.8 cents

TURNOVER (HK\$M) 6 months to 30 June



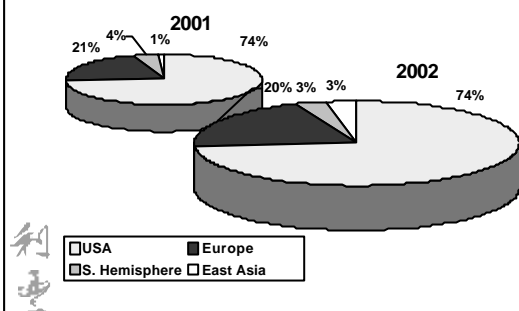
* On continuing operations

TURNOVER BY MARKETS (HK\$M) 6 months to 30 June

	2001	2002	Change
North America	10,053	10,593	+ 5.4%
Europe	2,818	2,850	+ 1.1%
S. Hemisphere	516	444	- 14%
East Asia	173	441	+155%
	13,560	14,328	+ 5.7%

* On continuing operations

TURNOVER BY MARKETS 6 months to 30 June

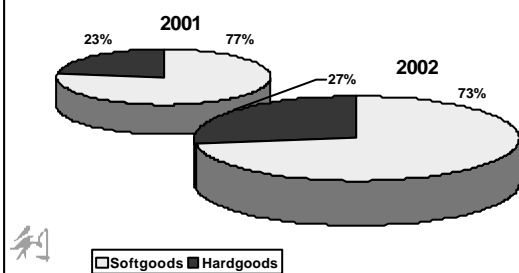


TURNOVER BY PRODUCT (HK\$M) 6 months to 30 June

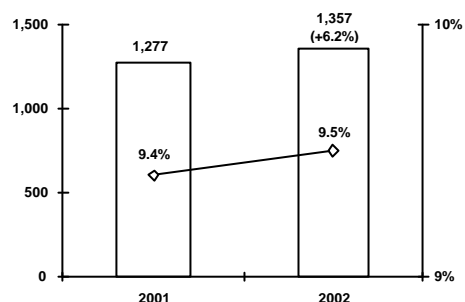
	2001	2002	Change
Softgoods	10,494	10,444	- 0.5%
Hardgoods	<u>3,066</u>	<u>3,884</u>	+26.7%
	13,560	14,328	+ 5.7%

* On continuing operations

TURNOVER BY PRODUCT 6 months to 30 June

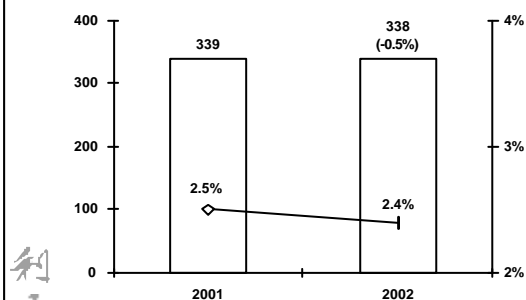


TOTAL MARGIN* (HK\$M) 6 months to 30 June



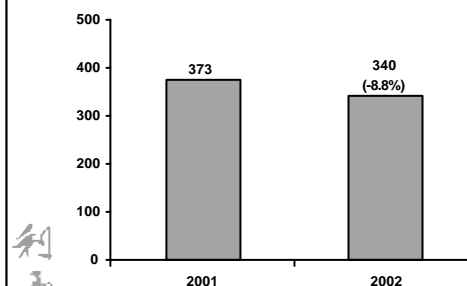
* Gross Profit + other revenues

OPERATING PROFITS* (HK\$M) 6 months to 30 June



* On continuing operations, before amortization and provisions

NET PROFITS* (HK\$M) 6 months to 30 June



* On continuing operations

TRADING OUTLOOK



- First half results not reflective of outlook for the whole year
- Orders pointing towards much better turnover growth in second half
- Strong performance in hardgoods and value retailing sector
- Back to school season important



JULY SALES PERFORMANCE OF SOME MAJOR CUSTOMERS



	Comps	Total sales growth
Kohl's	+7.5%	+23.8%
Abercrombie	-3%	+18%
American Eagle	-4.6%	+8.2%
Gymboree	+8%	+9.6%
Limited	+2%	+5%



TRADING OUTLOOK



- First half results not reflective of outlook for the whole year
- Orders pointing towards much better turnover growth in second half
- Strong performance in hardgoods and value retailing sector
- Back to school season important
- Janco acquisition to add US\$178m to turnover
- Prudent cost control measures in place
- Still looking at double digit growth for the year



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