



CHAMPION TECHNOLOGY HOLDINGS LIMITED

(Continued in Bermuda with limited liability)

INTERIM REPORT

For the six months ended 31 December 2005

FINANCIAL HIGHLIGHTS

- Total turnover was HK\$1,459 million, up 26%
- Profit attributable to equity holders was HK\$277 million, up 20%
- EBITDA was HK\$534 million, up 40%
- Profit before taxation (excluding HK\$25.1 million change in fair value of convertible bonds) was HK\$371 million, up 30%
- Interim dividend of HK2.2 cents per share

The directors of Champion Technology Holdings Limited (the "Company") are pleased to announce the unaudited condensed consolidated financial statements of the Company and its subsidiaries (together the "Group") for the six months ended 31 December 2005 together with the comparative unaudited figures for the corresponding period last year as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 31 December 2005

		Six Months ended 31 December	
		2005	2004
	Notes	HK\$'000 (Unaudited)	HK\$'000 (Unaudited)
Turnover	4	1,458,821	1,154,184
Direct operating expenses		(808,595)	(689,805)
Gross profit		650,226	464,379
Other income		13,127	9,689
Gain on deemed disposal of interests in subsidiaries		26,528	–
Distribution costs		(42,601)	(28,884)
General and administrative expenses		(83,614)	(62,162)
Depreciation and amortisation	5	(183,578)	(92,203)
Research and development		(4,264)	(836)
Change in fair value of convertible bonds carried at fair value through profit or loss		(25,116)	–
Finance costs		(4,384)	(4,212)
Profit before taxation		346,324	285,771
Taxation	6	(268)	(339)
Profit for the period		<u>346,056</u>	<u>285,432</u>
Attributable to:			
Equity holders of the Company		276,550	230,981
Minority interests		69,506	54,451
Profit for the period		<u>346,056</u>	<u>285,432</u>
Dividends	7	<u>28,119</u>	<u>20,428</u>
Earnings per share	8		
– Basic		<u>22.0 cents</u>	<u>19.3 cents</u>
– Diluted		<u>21.3 cents</u>	<u>18.7 cents</u>