

The board (the “Board”) of directors (the “Directors”) of Wah Yuen Holdings Limited (“the Company”) is pleased to announce the unaudited condensed financial results of the Company and its subsidiaries (together the “Group”) for the six months ended 30 June 2006 together with the unaudited comparative figures for the corresponding period in 2005 as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

	Notes	For the six months ended 30 June	
		2006 (unaudited) HK\$'000	2005 (unaudited) HK\$'000
Turnover	3	100,339	101,633
Cost of sales		(69,197)	(65,815)
Gross profit		31,142	35,818
Other operating income		926	333
Selling and distribution expenses		(10,390)	(10,334)
Administrative expenses		(8,485)	(11,856)
Profit from operations		13,193	13,961
Finance costs		(5,614)	(4,194)
Profit before taxation		7,579	9,767
Taxation	5	(1,578)	(1,678)
Profit for the period attributable to equity holders of the Company		6,001	8,089
Interim dividend	6	–	–
Earnings per share	7		
– Basic		2.8 cents	4.0 cents
– Diluted		N/A	3.8 cents