

The board of directors (the “Board”) of Sinolink Worldwide Holdings Limited (the “Company”) is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (together the “Group”) for the six months ended 30 June 2005, together with the comparative figures of the corresponding period in 2004 as follows:

FINANCIAL HIGHLIGHTS

For the six months ended 30 June 2005

- Turnover increased by 68.3% to HK\$1,591.2 million
- Gross profit increased by 63.7% to HK\$343.0 million
- Profit attributable to shareholders increased by 371.8% to HK\$328.7 million
- Earnings per share increased by 362.7% to HK14.02 cents
- Interim dividend declared of HK3.0 cents per share and Special interim dividend declared of HK3.3 cents per share

MANAGEMENT DISCUSSION & ANALYSIS

BUSINESS REVIEW

For the six months ended 30 June 2005, the Group achieved satisfactory results with increased contributions from both gas fuel business and electricity generating business. The Group recorded a turnover of HK\$1,591.2 million, representing an increase of 68.3% as compared to the same period last year. Gross profit increased to HK\$343.0 million, an increase of 63.7% as compared to the same period last year. Profit attributable to shareholders increased to HK\$328.7 million, representing an increase of 371.8% as compared to the corresponding same period. Earnings per share were HK14.02 cents.

Strong performance was mainly contributed by the Group's gas fuel business, which continued to show significant progress and the consolidation of the electricity generating business and gain from non-operational activities. The property development business recorded a segment loss for the period as no new development projects were completed during the period under review and the loss was mainly derived from the fixed overheads.

Previously, the Group applied the stage of completion method to recognise revenue from pre-completion contracts for the sale of development properties. In the current period, the Group has, for the first time, applied Hong Kong Interpretation 3 (“HK-Int 3”) which only allowed the use of completion method to recognize revenue from pre-completion contracts for the sale of development properties. The Group has elected to earlier adopt the requirements of HK-Int 3 to pre-completion contracts for the sales of development properties entered into on or after 1 January 2004.