

INTERIM RESULTS

The board of directors (the "Board") of Shougang Concord Technology Holdings Limited (the "Company") is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2005. These interim results have been reviewed by the Company's Audit Committee and its Auditors.

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2005

		Six months ended 30 June	
	<i>Notes</i>	2005 HK\$'000 (unaudited)	2004 HK\$'000 (unaudited and restated)
Revenue		206,969	197,851
Cost of sales		(248,076)	(223,297)
Gross loss		(41,107)	(25,446)
Other operating income		3,674	5,181
Distribution costs		(4,763)	(6,013)
Administrative expenses		(24,587)	(26,619)
Gain arising from a change in fair value of investment properties		8,353	–
Finance costs	5	(5,818)	(4,937)
Share of results of jointly controlled entities		9,786	15,964
Share of result of an associate		5,693	5,015
Loss before taxation	6	(48,769)	(36,855)
Taxation	7	(2)	(402)
Loss for the period		(48,771)	(37,257)
Attributable to:			
Equity holders of the parent		(49,227)	(37,509)
Minority interests		456	252
		(48,771)	(37,257)
Loss per share			
Basic	9	(4.11) cents	(3.13) cents