



INTERIM RESULTS

The board of directors (the "Board") of Shougang Concord International Enterprises Company 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

	Notes	Six months ended 30 June	
		2005 HK\$'000 (unaudited)	2004 HK\$'000 (unaudited) (restated)
Turnover		2,539,598	1,390,398
Cost of sales		(2,195,260)	(1,133,810)
Gross profit		344,338	256,588
Other operating income		15,120	6,424
Distribution costs		(10,242)	(4,038)
Administrative expenses		(77,485)	(71,096)
Other operating expenses		(1,578)	(15,935)
Profit from operations	5	270,153	171,943
Interest expenses		(7,900)	(6,621)
Share of results of associates		98,669	4,913
Gain on disposal of an associate		4,355	–
Loss on deemed disposal of a partial interest in an associate		–	(481)
Profit before tax		365,277	169,754
Income tax expense	6	(16,777)	(13,638)
Profit for the period		348,500	156,116
Attributable to:			
Equity holders of the parent		334,385	104,278
Minority interests		14,115	51,838
		348,500	156,116
Earnings per share	7		
– Basic		7.2 cents	3.1 cents
– Diluted		6.9 cents	2.9 cents