CHUNG TAI PRINTING HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

INTERIM REPORT
SIX MONTHS ENDED 30 SEPTEMBER 2005

Deloitte.
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INDEPENDENT REVIEW REPORT

TO THE BOARD OF DIRECTORS OF CHUNG TAI PRINTING HOLDINGS LIMITED
(Incorporated in Bermuda with limited liability)

Introduction

We have been instructed by the Company to review the interim financial report set out on pages 2 to 15.

Directors' responsibilities

The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants and the relevant provisions thereof. The interim financial report is the responsibility of, and has been approved by, the directors.

It is our responsibility to form an independent conclusion, based on our review, on the interim report and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Review work performed

We conducted our review in accordance with Statement of Auditing Standards No. 700 "Engagements to Review Interim Financial Reports" issued by the Hong Kong Institute of Certified Public Accountants. A review consists principally of making enquiries of group management and applying analytical procedures to the interim financial report and, based thereon, assessing whether the accounting policies and presentation have been consistently applied unless otherwise disclosed. A review excludes audit procedures such as tests of controls and verification of assets, liabilities and transactions. It is substantially less in scope than an audit and therefore provides a lower level of assurance than an audit. Accordingly we do not express an audit opinion on the interim financial report.

Review conclusion

On the basis of our review which does not constitute an audit, we are not aware of any material modifications that should be made to the interim financial report for the six months ended 30 September 2005.

Deloitte Touche Tohmatsu
Certified Public Accountants

Hong Kong, 16 December 2005

GROUP INTERIM RESULTS

The directors of Chung Tai Printing Holdings Limited (the "Company") are pleased to announce the unaudited results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2005 as follows:–

CONDENSED CONSOLIDATED INCOME STATEMENT

		Six months ended	
		30.9.2005	30.9.2004
		(Unaudited)	(Unaudited)
	Notes	**HK$'000**	HK$'000
Turnover	*3*	**361,671**	321,998
Cost of Sales		**(268,520)**	(234,196)
Gross profit		**93,151**	87,802
Interest income		**956**	796
Other income		**94**	71
Distribution costs		**(13,654)**	(12,546)
Administrative expenses		**(26,844)**	(28,156)
Finance costs		**(262)**	(229)
Profit before taxation		**53,441**	47,738
Taxation	*4*	**(5,465)**	(4,975)
Profit for the period	*5*	**47,976**	42,763
Dividends	*6*	**9,304**	9,304
Earnings per share			
– Basic	*7*	**14.4 cents**	12.9 cents

CONDENSED CONSOLIDATED BALANCE SHEET
AT 30 SEPTEMBER 2005

	Notes	30.9.2005 (Unaudited) HK$'000	31.3.2005 (Restated) HK$'000
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment	*8*	**254,544**	268,046
Prepaid lease payments		**3,573**	3,517
		258,117	271,563
Current assets			
Inventories		**79,710**	84,008
Trade and other receivables	*9*	**219,760**	151,607
Prepaid lease payments		**91**	89
Investments held for trading		**27,551**	–
Investments in securities		**–**	19,757
Short-term bank deposits		**30,631**	57,751
Bank balances and cash		**62,487**	28,412
		420,230	341,624
Current liabilities			
Trade and other payables	*10*	**79,422**	56,702
Taxation payable		**7,106**	1,059
Bank borrowings	*11*	**22,548**	17,610
		109,076	75,371
Net current assets		**311,154**	266,253
Total assets less current liabilities		**569,271**	537,816
Non-current liability			
Deferred taxation	*12*	**16,151**	17,147
Net assets		**553,120**	520,669
CAPITAL AND RESERVES			
Share Capital	*13*	**33,228**	33,228
Reserves		**519,892**	487,441
Shareholders' funds		**553,120**	520,669

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2005

	Share capital	Share premium	Capital redemption reserve	Exchange reserve	Retained profits	Total
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
At 1 April 2004	33,228	73,718	63	–	388,563	495,572
Dividends paid	–	–	–	–	(19,937)	(19,937)
Profit for the period	–	–	–	–	42,763	42,763
At 1 October 2004	33,228	73,718	63	–	411,389	518,398
Dividends paid	–	–	–	–	(9,304)	(9,304)
Profit for the period	–	–	–	–	11,575	11,575
At 31 March 2005	33,228	73,718	63	–	413,660	520,669
Exchange differences arising on translation of foreign operations recognised directly in reserve	–	–	–	4,412	–	4,412
Profit for the period	–	–	–	–	47,976	47,976
Total recognised income for the period	–	–	–	4,412	47,976	52,388
Dividends paid	–	–	–	–	(19,937)	(19,937)
At 30 September 2005	33,228	73,718	63	4,412	441,699	553,120

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2005

	Six months ended	
	30.9.2005	30.9.2004
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
Net cash from (used in) operating activities	**3,312**	(8,339)
Net cash used in investing activities:		
Cash paid for acquisition of investments held for trading	**(15,611)**	(7,812)
Proceeds from disposal of investments held for trading	**7,800**	–
Other investing cash flows	**(2,788)**	(8,470)
	(10,599)	(16,282)
Net cash from financing activities	**14,242**	1,629
Net increase (decrease) in cash and cash equivalents	**6,955**	(22,992)
Cash and cash equivalents at beginning of the period	**86,163**	104,742
Cash and cash equivalents at end of the period	**93,118**	81,750
Analysis of the balances of cash and cash equivalents		
Short-term bank deposits	**30,631**	59,956
Bank balances and cash	**62,487**	21,794
	93,118	81,750

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2005

1. BASIS OF PREPARATION

The condensed consolidated financial statement have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and with Hong Kong Accounting Standard 34 ("HKAS 34") "Interim Financial Reporting".

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

The accounting policies used in the condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 March 2005 except as described below.

In the current period, the Group has applied, for the first time, a number of new Hong Kong Financial Reporting Standards ("HKFRSs"), Hong Kong Accounting Standards ("HKASs") and Interpretations (hereinafter collectively referred to as "new HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants that are effective for accounting periods beginning on or after 1 January 2005. The application of the new HKFRSs has resulted in a change in the presentation of the condensed consolidated income statement, condensed consolidated balance sheet and condensed statement of changes in equity. The adoption of the new HKFRSs has resulted in changes to the Group's accounting policies in the following areas that have an effect on how the results for the current and/or prior accounting periods are prepared and presented:

Financial Instruments

In the current period, the Group has applied HKAS 32 "Financial Instruments: Disclosure and Presentation" and HKAS 39 "Financial Instruments: Recognition and Measurement". HKAS 32 requires retrospective application. The application of HKAS 32 has had no material impact on how financial instruments are presented for current and prior accounting periods. HKAS 39, which is effective for annual periods beginning on or after 1 January 2005, generally does not permit the recognition, derecognition or measurement of financial assets and liabilities on a retrospective basis. The principal effects resulting from the implementation of HKAS 39 are summarised below:

2. PRINCIPAL ACCOUNTING POLICIES (Continued)

Classification and measurement of financial assets and financial liabilities

The Group has applied the relevant transitional provisions in HKAS 39 with respect to the classification and measurement of financial assets and financial liabilities that are within the scope of HKAS 39.

By 31 March 2005, the Group classified and measured its debt and equity securities in accordance with the benchmark treatment of Statement of Standard Accounting Practice 24 ("SSAP 24"). Under SSAP 24, investments in debt or equity securities are classified as "investment securities", "other investments", or "held-to-maturity investments" as appropriate. "Investment securities" are carried at cost less impairment losses (if any) while "other investments" are measured at fair value, with unrealised gains or losses included in the profit or loss. "Held-to-maturity investments" are carried at amortised cost less impairment losses (if any). From 1 April 2005 onwards, the Group classifies and measures its debt and equity securities in accordance with HKAS 39. Under HKAS 39, financial assets are classified as "financial assets at fair value through profit or loss", "available-for-sale financial assets", "loans and receivables", or "held-to-maturity financial assets". The classification depends on the purpose for which the assets are acquired. "Financial assets at fair value through profit or loss" and "available-for-sale financial assets" are carried at fair value, with changes in fair values recognised in profit or loss and equity respectively. "Loans and receivables" and "held-to-maturity financial assets" are measured at amortised cost using the effective interest method after initial recognition.

On 1 April 2005, the Group classified and measured its debt and equity securities in accordance with HKAS 39. The investments in securities held for trading purposes amounted to HK$19,757,000 previously classified as other investments under SSAP 24 was classified as "financial assets at fair value through profit and loss" under HKAS 39. Accordingly, no adjustment to retained profits at 1 April 2005 was required.

2. PRINCIPAL ACCOUNTING POLICIES (Continued)

Owner-occupied Leasehold Interest in Land

In previous periods, owner-occupied leasehold land and buildings were included in property, plant and equipment and measured using the cost model. In the current period, the Group has applied HKAS 17 "Leases". Under HKAS 17, the land and buildings elements of a lease of land and buildings are considered separately for the purposes of lease classification, unless the lease payments cannot be allocated reliably between the land and buildings elements, in which case, the entire lease is generally treated as a finance lease. To the extent that the allocation of the lease payments between the land and buildings elements can be made reliably, the leasehold interests in land are reclassified to prepaid lease payments under operating leases, which are carried at cost and amortised over the lease term on a straight-line basis. This change in accounting policy has been applied retrospectively. The consolidated balance sheet as at 30 September 2005 has been restated, prepaid lease payments of approximately HK$3,664,000 (31.3.2005: HK$3,606,000) had been reclassified from property, plant and equipment and disclosed as a separate item on the consolidated balance sheet. Alternatively, where the allocation between the land and buildings elements cannot be made reliably, the leasehold interests in land continue to be accounted for as property, plant and equipment.

The Group has not early applied the following new Standards or Interpretations ("Int") that have been issued but are not yet effective. The directors of the Company anticipate that the application of these Standards or Interpretations will have no material impact on the financial statements of the Group.

HKAS 1 (Amendment)	Capital Disclosures[1]
HKAS 19 (Amendment)	Actuarial Gains and Losses, Group Plans and Disclosures[2]
HKAS 39 (Amendment)	Cash Flow Hedge Accounting of Forecast Intragroup Transactions[2]
HKAS 39 (Amendment)	The Fair Value Option[2]
HKAS 39 & HKFRS 4 (Amendments)	Financial Guarantee Contracts[2]
HKFRS 6	Exploration for and Evaluation of Mineral Resources[2]
HKFRS 7	Financial Instruments: Disclosures[1]
HK(IFRIC) - INT 4	Determining whether an Arrangement Contains a Lease[2]
HK(IFRIC) - INT 5	Rights to Interests Arising from Decommissing, Restoration and Environmental Rehabilitation Funds[2]
HK(IFRIC) - INT 6	Liabilities arising from Participating in a Specific Market-Waste Electrical and Electronic Equipment[3]

[1] *Effective for annual periods beginning on or after 1 January 2007.*
[2] *Effective for annual periods beginning on or after 1 January 2006.*
[3] *Effective for annual periods beginning on or after 1 December 2005.*

3. TURNOVER

Turnover represents the net amounts received and receivables for goods sold during the period.

Geographical Segments

The Group's turnover and results are substantially derived from the printing business. Accordingly, the geographical segments are considered to be the primary reporting segments of the Group.

The following is an analysis of the Group's turnover and results for the six months ended 30 September 2005 and 2004 by location of customers.

Income statement for the six months ended 30 September 2005

	Hong Kong	Other regions in the People's Republic of China ("PRC")	United States of America	Europe	Other	Consolidated
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Turnover	242,990	23,902	48,267	10,266	36,246	361,671
Segment profit	35,439	3,486	7,039	1,497	5,286	52,747
Interest income						956
Interest expense						(262)
Profit before taxation						53,441
Taxation						(5,465)
Profit for the period						47,976

3. TURNOVER (Continued)

Income statement for the six months ended 30 September 2004

	Hong Kong	Other regions in the PRC	United States of America	Europe	Other	Consolidated
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Turnover	225,654	15,421	54,889	7,228	18,806	321,998
Segment profit	33,057	2,259	8,041	1,059	2,755	47,171
Interest income						796
Interest expense						(229)
Profit before taxation						47,738
Taxation						(4,975)
Profit for the period						42,763

4. TAXATION

	Six months ended 30.9.2005	30.9.2004
	(Unaudited) HK$'000	(Unaudited) HK$'000
The charge comprises:		
Current tax for the period:		
Hong Kong	**5,971**	5,175
Other jurisdictions	**490**	323
	6,461	5,498
Deferred taxation *(note 12)*:		
Current period	**(996)**	(523)
	5,465	4,975

Hong Kong Profits Tax is calculated at 17.5% (1.4.2004. to 30.9.2004: 17.5%) on the estimated assessable profit for the period.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

5. PROFIT FOR THE PERIOD

	Six months ended	
	30.9.2005	30.9.2004
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
Profit for the period has been arrived at after charging:		
Depreciation of property, plant and equipment	**18,927**	17,553
Fair value changes on investments held for trading	**17**	–
Write-down of inventories *(Note)*	**3,737**	–

Note: Write-down of inventories represented the write-down of printing material which became obsolete during the period.

6. DIVIDENDS

	Six months ended	
	30.9.2005	30.9.2004
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
Interim dividend proposed	**9,304**	9,304

Subsequent to the balance sheet date, the directors determined that an interim dividend of HK2.8 cents (1.4.2004 to 30.9.2004: HK2.8 cents) per share be paid to the shareholders of the Company whose names appear on the Register of Members on 10 January 2006.

Based on the number of shares outstanding of 332,277,280 (30.9.2004: 332,277,280 shares), total proposed interim dividend amounts to approximately HK$9,304,000 (1.4.2004 to 30.9.2004: HK$9,304,000).

7. EARNINGS PER SHARE

The calculation of the basic earnings per share attributable to the ordinary equity holders of the parent is based on the following data:

	Six months ended	
	30.9.2005	30.9.2004
	(Unaudited)	(Unaudited)
	HK$'000	HK$'000
Earnings		
Earnings for the purposes of basic earnings per share	**47,976**	42,763
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	**332,277,280**	332,277,280

No dilutive potential shares were outstanding during the six months periods ended 30 September 2005 and 30 September 2004. Accordingly, no diluted earnings per share is presented.

8. ADDITIONS TO PROPERTY, PLANT AND EQUIPMENT

During the period, the Group spent approximately HK$3.7 million on additions to manufacturing plant in the PRC to expand its manufacturing capacity.

9. TRADE AND OTHER RECEIVABLES

Trade and other receivables include trade receivables of approximately HK$209,840,000 (31.3.2005: HK$148,562,000). An aged analysis of the trade receivables is as follows:

	30.9.2005	31.3.2005
	(Unaudited)	(Audited)
	HK$'000	HK$'000
0-30 days	**67,800**	52,441
31-60 days	**67,831**	23,019
61-90 days	**39,077**	30,279
over 90 days	**35,132**	42,823
	209,840	148,562
Deposits, prepayments and other debtors	**9,920**	3,045
	219,760	151,607

9. TRADE AND OTHER RECEIVABLES (Continued)

The Group's credit terms on sales generally range from 60 to 90 days. A longer period is granted to a few customers with whom the Group has a good business relationship and which are in sound financial condition.

10. TRADE AND OTHER PAYABLES

Trade and other payables include trade payables of approximately HK$66,668,000 (31.3.2005: HK$45,587,000). An aged analysis of the trade payables is as follows:

	30.9.2005	31.3.2005
	(Unaudited)	(Audited)
	HK$'000	HK$'000
0-30 days	**22,303**	25,490
31-60 days	**23,644**	9,630
61-90 days	**10,043**	5,945
over 90 days	**10,678**	4,522
	66,668	45,587
Accrued expenses and other payables	**12,186**	11,115
Bills payable	**568**	–
	79,422	56,702

The age of the bills payable is ranged from 30 to 60 days.

11. BANK BORROWINGS

	30.9.2005	31.3.2005
	(Unaudited)	(Audited)
	HK$'000	HK$'000
Short-term bank loans	**18,000**	–
Import loans	**4,548**	17,610
	22,548	17,610

During the period, the Group obtained new short-term bank loans of HK$18,000,000 which bear interest at market rates and are repayable over a period of six months. The import loans bear interest at market rates, unsecured and are repayable within one year.

12. DEFERRED TAXATION

The following is the net deferred tax liability recognised by the Group and movements thereon during the current and prior reporting periods:

	Accelerated tax depreciation	Tax losses	Total
	HK$'000	HK$'000	HK$'000
At 1 April 2004	16,848	(798)	16,050
Credit to income for the period	(393)	(130)	(523)
At 30 September 2004 and 1 October 2004	16,455	(928)	15,527
Charge to income for the period	1,449	171	1,620
At 31 March 2005 and 1 April 2005	17,904	(757)	17,147
Credit to income for the period	(989)	(7)	(996)
At 30 September 2005	16,915	(764)	16,151

At 30 September 2005, the Group has estimated unused tax losses carried forward of approximately HK$14,117,000 (31.3.2005: HK$12,344,000). A deferred tax asset has been recognised in respect of HK$4,369,000 (31.3.2005: HK$4,327,000) of such losses. No deferred tax asset has been recognised in respect of the remaining tax losses of HK$9,748,000 (31.3.2005: HK$8,017,000) due to the unpredictability of future profit streams. Tax losses may be carried forward indefinitely.

13. SHARE CAPITAL

	Number of shares	Share capital
		HK$'000
Ordinary shares of HK$0.10 each		
Authorized:		
At 1 April 2004, 31 March 2005 and 30 September 2005	500,000,000	50,000
Issued and fully paid:		
At 1 April 2004, 31 March 2005 and 30 September 2005	332,277,280	33,228

14. CAPITAL COMMITMENTS

	30.9.2005	31.3.2005
	(Unaudited)	(Audited)
	HK$'000	HK$'000
Capital expenditure in respect of property, plant and equipment contracted for but not provided for in the financial statements	**441**	604

15. CONTINGENT LIABILITIES

A subsidiary of the Company together with two former employees are defendants in a lawsuit in the PRC relating to a claim of approximately HK$3,000,000 (31.3.2005: HK$3,000,000) by a plaintiff for copyright infringement of a printing technology claimed to be owned by the plaintiff. While the final outcome of the proceeding is uncertain, in the directors' opinion, the ultimate liability of the Group, if any, will not have a material impact upon the Group's financial position.

16. RELATED PARTY TRANSACTIONS

During the six months ended 30 September 2005, the Group sold goods of approximately HK$235,000 (1.4.2004 to 30.9.2004: HK$493,000) to a related company. Dr. Suek Chai Kit, Christopher, director of the Company, is one of the shareholders of the related company.

17. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

The unaudited condensed consolidated interim financial statements were approved and authorised for issue by the board of directors on 16 December 2005.

INTERIM DIVIDEND

The Board has recommended an interim dividend of HK2.8 cents per share for the six months ended 30 September 2005 payable on or before 18 January 2006 to shareholders whose names appear on the Register of Members on 10 January 2006.

CLOSURE OF REGISTER OF MEMBERS

The register of members will be closed from 4 January 2006 to 10 January 2006 both days inclusive, during which period no transfer of shares will be registered. To qualify for the interim dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company's registrar in Hong Kong, Secretaries Limited not later than 4:00 p.m. on 3 January 2006. With effect from 3 January 2006, the Secretaries Limited will move to 26/F., Tesbury Centre 28 Queen's Road East, Wanchai, Hong Kong from G/F., Bank of East Asia Harbour View Centre, 56 Gloucester Road, Wanchai, Hong Kong.

REVIEW OF OPERATIONS AND PROSPECTS

The Group's consolidated turnover reached HK$362 million for the six months ended 30 September 2005, representing a moderate sales growth of 12.3% as compared to the same period last year. The gross profit for the period under review amounted to HK$93 million, being 25.8% of turnover. The gross profit percentage has reduced by 1.5% from last year's 27.3% for the same period. The net profit for the period grew by 12.2% from HK$43 million to HK$48 million. The net profit margin accounted for 13.3% of the turnover similar to the same period last year.

Within the period under review, the Group was still facing critical threats from fierce operating environment. Rising interest rates, enduring dramatic rise in oil price, rising material prices and increased minimum wages of labour in China were crucial elements, which imposed a considerable adverse impact on the Group's performance. This undoubtedly reflected in the decreased gross profit margin. Despite encouraging achievements in terms of turnover growth and improved earnings, the Group foresees competition to intensify in the market presenting significant challenges and difficulties ahead.

REVIEW OF OPERATIONS AND PROSPECTS (Continued)

During the period under review, distribution costs notably rose by about 9% to HK$14 million compared with the same period last year. The increase was understandable due to the sales growth by 12.3%. The administrative expenses amounted to HK$27 million dropped by about 5% from last year. This was attributable to the initiatives and measures to strictly control costs by the management. For the period under review, the Group had capital expenditures of HK$3.7 million (1.4.2004-30.9.2004: HK$9 million) principally composed of production facilities, plant and machinery, and computer equipment.

As mentioned in last annual report, the lawsuit amounting to approximately HK$3 million against a subsidiary company for copyright infringement concerning a printing technology in the PRC remains uncertain up to the reporting date. However, the management believes that the final result will not have significant impact on the Group's financial position.

In the second half of the year, the management will further strengthen production capabilities and enhance efficiency of existing facilities to maximize profitability and the shareholders' return. Sound business strategies and appropriate sales and marketing measures will be deployed. The management is committed to putting great efforts on exploring new markets, maintaining close partnership with existing customers, and sourcing new materials to produce quality goods at competitive prices. In addition to strengthening the Group's capability, the management will also make the utmost efforts to consolidate the foundations necessary to prepare for the coming period of stable growth.

LIQUIDITY AND FINANCIAL POSITION

As at 30 September 2005, the Group had approximately HK$62 million in cash. The current ratio stood at 3.9, reflecting ample cash flows and a stable liquidity position over the period under review. The Group's bank balances, and cash and short-term bank deposits were approaching HK$71 million, after deducting bank borrowings of HK$23 million. (31 March 2005: HK$69 million). The gearing ratio was 4.1% (31 March 2005: 3.5%), as calculated based on the Group's total borrowings of HK$23 million (31 March 2005: HK$18 million), which are unsecured and payable within one year, and the shareholders' fund of HK$553 million. (31 March 2005: HK$521 million).

LIQUIDITY AND FINANCIAL POSITION (Continued)

On 30 September 2005, the Group had working capital surplus of HK$311 million, which comprised primarily of inventories of HK$80 million, trade and other receivables of HK$220 million, investments held for trading of HK$28 million, bank balances, cash and short-term deposit of HK$93 million.

The Group had limited exposure to fluctuation in foreign currencies as the majority of the transactions were denominated in Hong Kong dollars, US dollars and Renminbi. No hedging for foreign currency transactions has been undertaken during the period under review.

The Group generally finances its operation with internally generated cash flows and facilities provided by banks in Hong Kong. Considering the anticipated internally generated funds and available banking facilities, the management believes that the Group has adequate resources to meet its foreseeable capital expenditures and working capital requirements. The management will continue to follow a prudent policy in managing its cash balances and maintain a high level of liquidity to ensure that the Group is well placed to take advantage of growth opportunities for the business.

EMPLOYEE

As at 30 September 2005, the total number of employees of the Group was approximately 4,600.

The Group reviews remuneration packages from time to time and increases are generally annually. Special adjustments are also made when required. Aside from salary payments, other staff benefits include contributions to a Retirement Benefit Scheme and medical subsidies. Staff training is also provided as and when required.

SUBSTANTIAL SHAREHOLDER

At 30 September 2005, the following shareholders have interest, directly or indirectly, or short positions in the shares and underlying shares which would fall to be disclosed to the Company and the Stock Exchange under provision of Division 2 and 3 of Part XV of the SFO or as recorded in the register required to be kept by the Company under section 336 of the SFO:

Name of Shareholder	Number of Ordinary Shares Held	Percentage of issued Share capital
CNA Company Limited	185,660,000	55.88
Goodhope Assets Limited	19,120,000	5.75

Save as disclosed above, the directors was not aware of any other person (other than the directors or chief executive of the Company) who has an interest, directly or indirectly, or short positions in the shares and underlying shares which would fall to be disclosed to the Company and the Stock Exchange under provisions of Division 2 and 3 of Part XV of the SFO or as recorded in the register required to be kept by the Company under section 336 of the SFO.

DIRECTORS' INTERESTS IN SHARES

At 30 September 2005, the directors and their associates have the following interests or short positions in shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of part XV of the Securities and Future Ordinance (the "SFO"), as notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO, or as recorded in the register required to be kept under section 352 of the SFO, or as notified to the Company and the Stock Exchange pursuant to the Model Code for Securities transactions by Director of Listed Companies ("Model Code"):–

(i) Shares in the Company

	Number of shares held			
Name of director	**Personal interests**	**Corporate interests**	**Other interests**	**Total interests**
Dr. Suek Chai Kit, Christopher	13,700,000	–	185,660,000 (note 1)	199,360,000
Ms. Ng Wai Chi	10,170,000	–	–	10,170,000
Mr. Suek Che Hin	–	19,120,000 (note 2)	–	19,120,000

Notes:

1. These shares were beneficially owned by CNA Company Limited ("CNA") which in turn is beneficially owned by the CNA Trust, a discretionary trust whose objects include the children of Dr. Suek Chai Kit, Christopher.

2. These shares were beneficially owned by Goodhope Assets Limited, a company in which family member of Mr. Suek Che Hin has a beneficial interest.

Save as disclosed above, none of the directors and their associates had any interests or short positions in the shares, underlying shares and debentures of the Company or any of its associated corporations as notified to the Company and The Stock Exchange of Hong Kong Limited pursuant to Divisions 7 and 8 of part XV of the SFO, or as recorded in the register required to be kept under section 352 of the SFO, or as notified to the Company and the Stock Exchange pursuant to the Model Code.

CONNECTED TRANSACTIONS AND DIRECTORS' INTERESTS IN CONTRACTS

Details of the discloseable connected transaction and directors' interests in contracts for the current period are set out in note 16 to the financial statements.

The independent non-executive directors of the Company have reviewed and confirmed that the connected transaction as set out in note 16 to the financial statements entered into by the Group were in the ordinary course of its business and on normal business terms.

Save as disclosed above, no contracts of significance to which the Company or any of its subsidiaries was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted at the current period.

REVIEW OF INTERIM RESULTS

The interim report of the Group for the six months ended 30 September 2005 has not been audited, but has been reviewed by Audit Committee of the Board and the Group's auditors, Messrs Deloitte Touche Tohmatsu.

PURCHASE, SALES OR REDEMPTION OF LISTED SECURITIES

The Company has not redeemed any of its share during the six months ended 30 September 2005. Neither the Company nor any of its subsidiaries has purchased or sold any shares in the company during the period.

CODE ON CORPORATE GOVERNANCE PRACTICES AND THE MODEL CODE

None of the directors is aware of any information that would reasonably indicate that the Company is not, or was not for any part of the six months ended 30 September 2005, in compliance with the Code on Corporate Governance Practices (the "CG Code") set out in Appendix 14 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules for securities transactions by the Directors. All Directors have confirmed that, in respect of the six months ended 30 September 2005, they have complied with the required standard set out in the Model Code regarding securities transactions by the Directors.

On behalf of the Board
Chung Tai Printing Holdings Limited
Dr. Suek Chai Kit, Christopher
Chairman

Hong Kong, 16 December 2005