

INTERIM RESULTS

The Board of Directors (the “Directors”) of Culturecom Holdings Limited (the “Company”) are pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30 September 2005 together with the comparative figures for the corresponding period of 2004 are as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTH ENDED 30 SEPTEMBER 2005

	Notes	Six months ended 30 September	
		2005 HK\$'000 (unaudited)	2004 HK\$'000 (unaudited)
Turnover	4	25,458	22,755
Cost of sales		(20,047)	(17,575)
Gross profit		5,411	5,180
Other revenue		3,365	2,881
Administrative expenses		(33,419)	(36,561)
Provision for claim		(7,500)	–
Unrealised loss on investments in securities		–	(38,882)
Loss arising from change in fair value of financial assets, measured at fair value through profit and loss		(3,930)	–
Amortisation of development costs		(7,291)	(5,624)
Research and development expenditures		(2,131)	(384)
Finance costs	6	(1,525)	(5)
Allowance for loans to associate		(5,400)	–
Share of results of associates		(3,195)	(3,025)
Share of results of a jointly controlled entity		(315)	(924)
Impairment loss recognised in respect of goodwill reserve		(2,490)	(3,000)
Gain on expiry of warrants		129	–
Loss before taxation	5	(58,291)	(80,344)
Taxation	7	–	–
Loss for the period		(58,291)	(80,344)
Loss per share – basic and diluted	8	HK(1.56) cents	HK(2.41) cents