

The board of directors of Neo-China Group (Holdings) Limited (the “Company”) announces that the unaudited consolidated results of the Company and its subsidiaries (collectively the “Group”) for the six months ended 31 October 2005, together with the comparative figures for the corresponding period in the prior year were as follows:

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
FOR THE SIX MONTHS ENDED 31 OCTOBER 2005

	Notes	Six months ended	
		31.10.2005 (Unaudited) HK\$'000	31.10.2004 (Unaudited and as restated) HK\$'000
<b>Turnover</b>	3	<b>32,749</b>	593,562
Cost of sales		<b>(12,144)</b>	(478,268)
Gross profit		<b>20,605</b>	115,294
Other revenue		<b>21,561</b>	91
Selling expenses		<b>(13,425)</b>	(3,198)
Administrative expenses		<b>(10,699)</b>	(7,114)
Finance costs		<b>(4,075)</b>	(5)
Gain on disposal of subsidiaries		<b>125,018</b>	100,967
Share of (losses) profit of associates		<b>(2,945)</b>	11,699
<b>Profit before taxation</b>		<b>136,040</b>	217,734
Taxation	4	<b>(4,269)</b>	(36,712)
<b>Profit for the period</b>	5	<b>131,771</b>	181,022
Attributable to:			
Equity holders of the parent		<b>127,004</b>	133,111
Minority interests		<b>4,767</b>	47,911
		<b>131,771</b>	181,022
<b>Dividends</b>	6	<b>37,254</b>	–
<b>EARNINGS PER SHARE</b>	7		
Basic		<b>5.11 cents</b>	6.41 cents
Diluted		<b>4.55 cents</b>	6.41 cents