

The Board of Directors (the “Directors”) of Techwayson Holdings Limited (the “Company”) announces the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 31 December 2005:

CONDENSED CONSOLIDATED INCOME STATEMENT (UNAUDITED)

| | Note | For the 6 months ended 31 December | |
|---|------|---------------------------------------|-----------------|
| | | 2005 RMB'000 | 2004 RMB'000 |
| Turnover | 3 | 132,469 | 99,493 |
| Cost of sales | | (127,727) | (82,431) |
| | | 4,742 | 17,062 |
| Other revenue | 3 | 3,092 | 521 |
| Staff costs | 5 | (2,932) | (4,297) |
| Amortisation of lease prepayments | | (20) | – |
| Amortisation of deferred software development costs | | – | (2,300) |
| Depreciation of equipment and furniture | | (636) | (739) |
| Other operating expenses | | (3,797) | (5,721) |
| Profit from operations | | 449 | 4,526 |
| Impairment loss on available-for-sale investment | 12 | (11,559) | – |
| Finance cost | | (4,492) | (4,592) |
| Loss before taxation | 6 | (15,602) | (66) |
| Income tax | 7 | 2,172 | (1,220) |
| Loss attributable to shareholders | | (13,430) | (1,286) |
| Loss per share – basic | 8 | (RMB3.84 cents) | (RMB0.37 cents) |
| – diluted | | N/A | N/A |