

INTERIM RESULTS

The Board of Directors (the "Board") of TCL Multimedia Technology Holdings Limited (the "Company") is pleased to announce the unaudited consolidated results and financial position of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 June 2006 with comparative figures for the previous period as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

	<i>Notes</i>	6 months ended 30 June 2006 (unaudited) HK\$'000	6 months ended 30 June 2005 (unaudited) HK\$'000
TURNOVER	2	15,706,389	15,615,098
Cost of sales		(13,336,495)	(13,026,152)
Gross profit		2,369,894	2,588,946
Other revenue and gains		109,369	90,854
Selling and distribution costs		(2,002,623)	(1,885,021)
Administrative expenses		(539,070)	(555,276)
Research and development costs		(201,685)	(228,211)
Other operating expenses		(239,811)	(35,926)
LOSS FROM OPERATING ACTIVITIES	2	(503,926)	(24,634)
Gain on disposal of an equity investment		3,179	–
Fair value losses of equity investments at fair value through profit or loss		(37,256)	(11,336)
Impairment of assets and write-down of inventories to net realizable value	4	(865,134)	–
Finance costs	5	(127,279)	(67,082)
Share of profits and losses of jointly-controlled entities		1,213	1,623
LOSS BEFORE TAX		(1,529,203)	(101,429)
Tax	7	(67,548)	(56,262)
LOSS FOR THE PERIOD		(1,596,751)	(157,691)
ATTRIBUTABLE TO:			
Equity holders of the parent		(1,599,589)	(95,627)
Minority interests		2,838	(62,064)
		(1,596,751)	(157,691)
INTERIM DIVIDEND	8	Nil	Nil
LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	9		
Basic		HK(40.98) cents	HK(3.47) cents
Diluted		N/A	HK(3.51) cents