

**INTERIM RESULTS**

The Board of Directors of Shougang Concord Technology Holdings Limited (the "Company") is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2006. These interim results have been reviewed by the Company's Audit Committee and its Auditors.

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30 JUNE 2006

	Notes	Six months ended 30 June	
		2006 HK\$'000 (unaudited)	2005 HK\$'000 (unaudited)
Revenue		239,619	206,969
Cost of sales		(258,126)	(248,076)
Gross loss		(18,507)	(41,107)
Other income		9,720	3,674
Distribution costs		(6,729)	(4,763)
Administrative expenses		(26,484)	(24,587)
Fair value changes on investment properties		–	8,353
Share of results of associates		6,769	5,693
Share of results of jointly controlled entities		6,221	9,786
Finance costs	4	(9,323)	(5,818)
Loss before tax	5	(38,333)	(48,769)
Income tax credit (expense)	6	94	(2)
Loss for the period		(38,239)	(48,771)
Attributable to:			
Equity holders of the Company		(40,118)	(49,227)
Minority interests		1,879	456
		(38,239)	(48,771)
Loss per share	8		
Basic		HK2.73 cents	HK4.11 cents
Diluted		Nil	Nil