

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30TH JUNE, 2006

The Board of Directors of China Best Group Holdings Limited (the "Company") would like to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30th June, 2006 together with the comparative figures for the six months ended 30th June, 2005 as follows:

	NOTES	Six months ended 30th June,	
		2006 HK\$'000 (unaudited)	2005 HK\$'000 (unaudited)
Turnover	3	174,830	5,653
Cost of sales		(171,703)	(4,386)
Gross profit		3,127	1,267
Other income		3,561	562
Distribution expenses		(3,736)	–
Administrative expenses		(22,708)	(17,704)
Fair value adjustment and impairment			
loss on investments	4	(3,977)	(4,715)
Fair value adjustment on embedded derivatives		–	(9,860)
Finance costs	5	(2,781)	(11)
Share of results of associates		145	(6,049)
Loss for the period	6	(26,369)	(36,510)
Attributable to:			
Equity holders of the Company		18,998	36,510
Minority interests		7,371	–
		26,369	36,510
Loss per share			
– basic	8	HK0.33 cent	HK0.74 cent
– diluted		N/A	N/A