

## INTERIM REPORT

The directors of HKC International Holdings Limited (the "Company") are pleased to announce the unaudited condensed consolidated results of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30th September, 2006 as follows. The interim report has been reviewed by the audit committee of the Company.

## CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER, 2006

		Six months ended	
	NOTES	30.9.2006 HK\$'000	30.9.2005 HK\$'000 (Restated)
Turnover	3	398,372	579,303
Cost of sales		<u>(346,866)</u>	<u>(523,536)</u>
Gross profit		51,506	55,767
Other income and gains	4	4,077	2,081
Gain on disposal of investment properties and leasehold land and buildings		–	68,843
Selling and distribution expenses		(6,524)	(6,384)
Administrative and other operating expenses		(41,470)	(38,903)
Finance costs	5	<u>(793)</u>	<u>(315)</u>
Profit before taxation	6	6,796	81,089
Tax expense	7	<u>(1,104)</u>	<u>(3,768)</u>
Profit for the period		<u>5,692</u>	<u>77,321</u>
Attributable to:			
Equity holders of the Company		5,895	76,623
Minority interests		<u>(203)</u>	<u>698</u>
		<u>5,692</u>	<u>77,321</u>
Dividend	8	<u>4,621</u>	<u>23,098</u>
Earnings per share ( <i>HK cents</i> )			
– basic	9	<u>1.2 cents</u>	<u>16.6 cents</u>
– dilute	9	<u>1.2 cents</u>	<u>16.6 cents</u>