

INTERIM RESULTS

The Board of Directors (the “Directors”) of Culturecom Holdings Limited (the “Company”) is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30 September 2006 together with comparative figures for the corresponding period of 2005 are as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2006

| | Notes | Six months ended 30 September | |
|--|-------|----------------------------------|---------------------------------|
| | | 2006 HK\$'000 (unaudited) | 2005 HK\$'000 (unaudited) |
| Turnover | 4 | 26,432 | 25,458 |
| Cost of sales | | (21,619) | (20,047) |
| Gross profit | | 4,813 | 5,411 |
| Other revenue | | 695 | 3,365 |
| Administrative expenses | | (32,295) | (33,419) |
| Gain on disposal of subsidiaries | | 1,726 | – |
| Gain on disposal of associates | | 1,376 | – |
| Provision for claim | | – | (7,500) |
| Decrease in fair value of held-for-trading investments | | (1,482) | (3,930) |
| Amortisation of development costs | | – | (7,291) |
| Research and development expenditures | | – | (2,131) |
| Finance costs | 6 | (73) | (1,525) |
| Allowance for loans to an associate | | – | (5,400) |
| Share of results of associates | | (672) | (3,195) |
| Share of results of a jointly controlled entity | | – | (315) |
| Impairment loss recognised in respect of goodwill reserve | | – | (2,490) |
| Gain on expiry of warrants | | – | 129 |
| Loss before taxation | 5 | (25,912) | (58,291) |
| Taxation | 7 | – | – |
| Loss for the period | | (25,912) | (58,291) |
| Loss per share – basic and diluted | 8 | HK(0.68) cents | HK(1.56) cents |