

CONSOLIDATED PROFIT AND LOSS ACCOUNT

The Board of Directors of China Wireless Technologies Limited (the “Company”) is pleased to present the unaudited interim results of the company and its subsidiaries (collectively the “Group”) for the six months ended 30 June 2005, together with the unaudited comparative figures for the same period of 2004. The condensed consolidated interim financial statements have not been audited, but have been reviewed by the Company’s audit committee.

		The six months ended 30 June	
		2005	2004
		HK\$'000	HK\$'000
	Notes	Unaudited	Unaudited
— TURNOVER	4	172,396	102,046
Cost of sales		108,249	64,955
Gross profit		64,147	37,091
Other revenue	4	4,079	1,928
Selling and distribution costs		16,564	9,165
Administrative expenses		10,518	9,061
Other operating expenses		860	260
Profit from operating activities	6	40,284	20,533
Finance costs	7	1,815	1,085
Share of losses of an associate		—	—
PROFIT BEFORE TAX		38,469	19,448
TAX	8	5,843	2,592
PROFIT FOR THE PERIOD		32,626	16,856
EARNINGS PER SHARE	10		
— Basic, (HK\$)		0.08	0.06
DIVIDEND			
Proposed dividend	9	4,000	—