

INTERIM RESULTS

The Directors of K. Wah Construction Materials Limited (the “Company”) are pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30th June 2005 as follows:

The Group’s turnover for the six months ended 30th June 2005 was HK\$539,572,000 representing an decrease of HK\$77,906,000 over the corresponding period last year.

The Group’s unaudited profit attributable to shareholders for the six months ended 30th June 2005 amounted to HK\$14,306,000 representing an increase of HK\$3,023,000 over the corresponding period last year.

INTERIM DIVIDEND

The Board of Directors has resolved not to declare any interim dividend for the six months ended 30th June 2005 (2004: an interim scrip dividend with cash option of 1 cent per share, totalling HK\$12,817,000).