

The Board of Directors (the “Board”) of First Shanghai Investments Limited (the “Company”) is pleased to announce the unaudited consolidated results of the Company and its subsidiaries, associated companies and jointly controlled entities (collectively the “Group”) for the six months ended 30th June 2005 together with the comparative figures for the corresponding period last year as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

| | <i>Note</i> | Unaudited | |
|---|-------------|----------------------------|---------------------|
| | | Six months ended 30th June | |
| | | 2005 | 2004 |
| | | <i>HK\$'000</i> | <i>HK\$'000</i> |
| | | | (As restated) |
| Sales | 4 | 362,417 | 299,689 |
| Cost of sales | | (311,238) | (190,779) |
| Gross profit | | 51,179 | 108,910 |
| Other revenue | | 2,007 | 2,071 |
| Administrative expenses | | (59,071) | (78,274) |
| Other operating expenses | | (17,596) | (18,016) |
| Other operating income | | 24,634 | 5,085 |
| Operating profit | 4 and 5 | 1,153 | 19,776 |
| Finance costs | | (2,111) | (3,242) |
| Share of profits less losses of | | | |
| Associated companies | | (6,980) | 1,426 |
| Jointly controlled entities | | 25,697 | 14,658 |
| Profit before taxation | | 17,759 | 32,618 |
| Taxation | 7 | (2,103) | (7,030) |
| Profit for the period | | 15,656 | 25,588 |
| Profit attributable to: | | | |
| Shareholders of the Company | | 14,936 | 24,171 |
| Minority interest | | 720 | 1,417 |
| | | 15,656 | 25,588 |
| Earnings per share for profit attributable to shareholders of the Company during the period | | | |
| – basic | 8 | <u>HK1.27 cents</u> | <u>HK2.06 cents</u> |
| – diluted | 8 | <u>HK1.25 cents</u> | <u>HK2.02 cents</u> |