

## Unaudited Consolidated Interim Results

The board of directors (the “**Board**”) of Digital China Holdings Limited (the “**Company**”) is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (collectively the “**Group**”) for the six months ended 30 September 2005 together with comparative figures for the corresponding period of last financial year as follows:

### Condensed Consolidated Income Statement

	Notes	Three months ended 30 September 2005 (Unaudited) HK\$'000	Six months ended 30 September 2005 (Unaudited) HK\$'000	Three months ended 30 September 2004 (Unaudited) HK\$'000 (Restated)	Six months ended 30 September 2004 (Unaudited) HK\$'000 (Restated)
Turnover	4	4,879,803	8,808,131	4,141,875	7,595,820
Cost of sales		(4,527,311)	(8,179,386)	(3,830,840)	(7,010,085)
Gross profit		352,492	628,745	311,035	585,735
Other income and gains	4	70,001	83,576	6,732	23,332
Selling and distribution costs		(182,338)	(342,675)	(163,481)	(310,609)
Administrative expenses		(75,702)	(126,439)	(57,821)	(111,564)
Other operating expenses, net		(47,114)	(87,183)	(28,697)	(86,919)
Total operating expenses	5	(305,154)	(556,297)	(249,999)	(509,092)
Finance costs	6	(25,936)	(39,837)	(13,270)	(23,896)
Share of profits and losses of:					
A jointly-controlled entity		(628)	(628)	–	–
Associates		(1,064)	(785)	796	765
Profit before tax	7	89,711	114,774	55,294	76,844
Tax	8	(1,109)	(373)	722	607
Profit for the period		88,602	114,401	56,016	77,451
Attributable to:					
Equity holders of the parent		89,485	118,790	57,384	80,356
Minority interests		(883)	(4,389)	(1,368)	(2,905)
		88,602	114,401	56,016	77,451
Earnings per share	9				
– Basic (HK cents)			13.78		9.34
– Diluted (HK cents)			13.71		9.31