

The Board of Directors of SW Kingsway Capital Holdings Limited (the “Company”) is pleased to present the interim report and unaudited condensed financial statements of the Company and its subsidiaries (the “Group”) for the six months ended 31 December 2005 together with comparative figures for the corresponding period last year as follows:

Condensed Consolidated Income Statement

for the six months ended 31 December 2005 — unaudited
(Expressed in Hong Kong dollars)

	Note	Six months ended 31 December	
		2005	2004 (restated)
Turnover	3		
Net gain on disposal of financial assets at fair value through profit or loss and remeasurement to fair value		\$ 20,584,454	\$ 60,061,167
Commission and fee income		39,150,660	31,179,041
Interest and dividend income		11,429,332	5,544,577
Other income	3	\$ 71,164,446 2,242,192	\$ 96,784,785 8,418,349
Valuation gains on investment properties		\$ 73,406,638 46,362,050	\$ 105,203,134 —
Operating expenses			
Commission expenses		(6,822,745)	(7,514,305)
General and administrative expenses		(56,299,683)	(48,442,204)
Profit from operations		\$ 56,646,260	\$ 49,246,625
Finance costs		(6,051,278)	(412,413)
		\$ 50,594,982	\$ 48,834,212
Share of (losses)/profits of associates	3	(214,418)	3,181,321
Share of losses of a jointly controlled entity	3	—	(72,000)
Profit before taxation	4	\$ 50,380,564	\$ 51,943,533
Income tax	5	(16,353,042)	8,641,234
Profit after taxation		\$ 34,027,522	\$ 60,584,767
Attributable to:			
Equity holders of the Company		\$ 26,214,660	\$ 60,654,877
Minority interests		7,812,862	(70,110)
Profit after taxation		\$ 34,027,522	\$ 60,584,767
Interim dividend	6(a)	\$ 10,719,139	\$ 10,719,139
Earnings per share	7		
Basic		0.81 cent	1.87 cents
Diluted		N/A	1.86 cents

The notes on pages 6 to 22 form part of these condensed interim financial statements.