

INTERIM RESULTS

The Directors of Keck Seng Investments (Hong Kong) Limited (the “Company”) hereby announce the unaudited consolidated interim results of the Company and its subsidiaries (the “Group”), and associated companies for the six months ended 30 June 2006. These results have been reviewed by the Company’s auditors, KPMG, in accordance with Statement of Auditing Standards 700 “Engagements to review interim financial reports” and by the Audit Committee of the Board of Directors. The review report of the auditors is included on page 24.

The consolidated profit attributable to equity holders of the Company for the six months ended 30 June 2006 was HK\$63,497,000 (HK\$0.187 per share), compared to HK\$91,205,000 (HK\$0.268 per share) in the same period last year. The turnover, cost of sales, depreciation and amortisation, and direct operating expenses for the six months ended 30 June 2005 have been restated in order to show the slot machine income on a gross basis to conform with the current period’s presentation.

The Directors have declared an interim dividend of HK\$0.03 (2005: HK\$0.04) per share for 2006 payable on Wednesday, 1 November 2006, to equity holders whose names appear on the register of members of the Company on Thursday, 19 October 2006.

CONSOLIDATED INCOME STATEMENT (UNAUDITED)

		Six months ended 30 June	
		2006	2005
			(restated)
	<i>Note</i>	HK\$’000	HK\$’000
Turnover	2	246,964	330,546
Cost of sales		(48,378)	(57,889)
		198,586	272,657
Valuation gains on investment properties		18,500	14,000
Other revenue	3(a)	11,298	6,180
Other net income/(loss)	3(b)	14,247	(27,369)
Direct operating expenses		(71,513)	(36,135)
Marketing and selling expenses		(6,833)	(6,478)
Depreciation and amortisation		(45,992)	(50,448)
Administrative and other operating expenses		(46,769)	(42,317)
Profit from operations		71,524	130,090
Finance costs	4(a)	(4,463)	(4,935)
Share of profits less losses of associates		8,772	14,427
Profit before taxation	4	75,833	139,582
Income tax	5	1,827	(18,417)
Profit after taxation		77,660	121,165
Attributable to:			
Equity holders of the Company		63,497	91,205
Minority interests		14,163	29,960
Profit after taxation		77,660	121,165
Dividend attributable to the interim period:			
Interim dividend declared after the interim period end			
– HK\$0.03 (2005: HK\$0.04) per share	6	10,206	13,608
Basic earnings per share	7	18.7 cents	26.8 cents

The notes on pages 6 to 15 form part of this interim financial report.