



CHOW SANG SANG HOLDINGS INTERNATIONAL LIMITED

周生生集團國際有限公司

(Incorporated in Bermuda with limited liability)

(於百慕達註冊成立之有限公司)

(Stock code: 116)

(股份代號: 116)

INTERIM REPORT 2006
2006 中期報告

The Board of Directors (the "Board") of Chow Sang Sang Holdings International Limited (the "Company") wishes to announce the unaudited interim results of the Company, its subsidiaries and associates (the "Group") for the six months ended 30 June 2006. The interim results and financial statements have been reviewed by the Audit Committee of the Board.

周生生集團國際有限公司(「本公司」)董事會(「董事會」)宣布本公司、其附屬公司及聯營公司(「本集團」)截至2006年6月30日止六個月之未經審核中期業績。此中期業績及財務報告已由董事會之審核委員會審閱。

FINANCIAL HIGHLIGHTS

財務摘要

		Unaudited 未經審核		
		Six months ended 30 June 截至6月30日止六個月		
		2006	2005	Change
		HK\$'000	HK\$'000	
		千港元	千港元	變動
Turnover	營業額			
Jewellery retail	珠寶零售	1,308,712	1,166,026	12%
Other business	其他業務	3,497,963	1,395,355	151%
		<u>4,806,675</u>	<u>2,561,381</u>	88%
Profit attributable to shareholders of the Company	本公司股東應佔溢利	150,710	56,253	168%
Basic earnings per share	每股基本盈利	25.0 cents 仙	9.4 cents 仙	
Interim dividend per share	每股中期股息	7.0 cents 仙	5.0 cents 仙	
Dividend payout ratio	派息比率	28%	54%	
Equity attributable to shareholders of the Company	本公司股東應佔權益	2,261,280	2,092,459 [^]	8%
Equity per share	每股權益	\$3.8元	\$3.5元 [^]	8%

[^] Audited as at 31 December 2005

[^] 於2005年12月31日之經審核數字

CONSOLIDATED PROFIT AND LOSS ACCOUNT

綜合損益賬

		Unaudited 未經審核	
		Six months ended 30 June 截至6月30日止六個月	
		2006	2005
		HK\$'000	HK\$'000
		千港元	千港元
		(Restated) (重列)	
	Note 附註		
TURNOVER	營業額	3	
Jewellery retail	珠寶零售	1,308,712	1,166,026
Other business	其他業務	3,497,963	1,395,355
		<u>4,806,675</u>	2,561,381
Cost of sales	銷貨成本	<u>(4,303,450)</u>	(2,228,251)
Gross profit	毛利	503,225	333,130
Other income	其他收入	26,788	15,454
Selling and distribution costs	銷售及分銷費用	(254,083)	(210,242)
Administrative expenses	行政費用	(80,674)	(76,720)
Other gains/(losses), net	其他收益／(虧損)·淨值	(149)	7,333
PROFIT FROM OPERATING ACTIVITIES	經營業務所得溢利	5	195,107
Finance costs	財務費用	(5,836)	(1,906)
Share of profits of associates	應佔聯營公司溢利	265	77
PROFIT BEFORE TAX	除稅前溢利	189,536	67,126
Tax	稅項	6	(33,624)
PROFIT FOR THE PERIOD	期內溢利	<u>155,912</u>	<u>57,677</u>
Attributable to:	應佔溢利：		
Shareholders of the Company	本公司股東	150,710	56,253
Minority interests	少數股東權益	5,202	1,424
		<u>155,912</u>	<u>57,677</u>
DIVIDEND	股息	7	
Interim	中期	42,134	30,096
EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY	本公司股東應佔 每股盈利	8	
Basic	基本	<u>25.0 cents 仙</u>	<u>9.4 cents 仙</u>

CONSOLIDATED BALANCE SHEET

綜合資產負債表

		Unaudited 未經審核	Audited 已審核
		30 June 6月30日	31 December 12月31日
		2006	2005
	Note 附註	HK\$'000 千港元	HK\$'000 千港元
NON-CURRENT ASSETS	非流動資產		
Property, plant and equipment	物業、機器及設備	338,665	342,824
Investment properties	投資物業	102,450	102,450
Intangible assets	無形資產	320	320
Other assets	其他資產	35,068	33,918
Interests in associates	於聯營公司權益	9,768	9,568
Available-for-sale investments	可供出售投資	266,761	178,570
Deferred tax assets	遞延稅項資產	4,160	3,902
Total non-current assets	總非流動資產	<u>757,192</u>	<u>671,552</u>
CURRENT ASSETS	流動資產		
Inventories	存貨	1,340,774	1,364,560
Accounts receivable	應收賬款	228,397	171,906
Prepayments, deposits and other receivables	預付款項、按金及其他應收賬款	87,566	70,720
Investments at fair value through profit or loss	按盈虧訂定公平價值投資	15,533	16,716
Tax recoverable	可收回稅項	408	3,409
Cash held on behalf of securities clients	代證券客戶持有之現金	226,638	192,420
Cash and cash equivalents	現金及等同現金	299,224	175,082
Total current assets	總流動資產	<u>2,198,540</u>	<u>1,994,813</u>
CURRENT LIABILITIES	流動負債		
Accounts payable	應付賬款	342,075	265,000
Other payables and accruals	其他應付賬款及應計項目	123,964	117,915
Interest-bearing bank borrowings	計息銀行貸款	110,297	97,841
Derivative financial liabilities	衍生工具財務負債	1,820	—
Tax payable	應付稅項	22,793	4,571
Total current liabilities	總流動負債	<u>600,949</u>	<u>485,327</u>
NET CURRENT ASSETS	流動資產淨值	<u>1,597,591</u>	<u>1,509,486</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	總資產減流動負債	2,354,783	2,181,038
NON-CURRENT LIABILITIES	非流動負債		
Deferred tax liabilities	遞延稅項負債	(54,336)	(54,979)
NET ASSETS	資產淨值	<u>2,300,447</u>	<u>2,126,059</u>
EQUITY	權益		
Equity attributable to shareholders of the Company	本公司股東應佔權益		
Issued capital	已發行股本	150,480	150,480
Reserves	儲備	2,068,666	1,869,749
Proposed dividend	擬派股息	42,134	72,230
		<u>2,261,280</u>	<u>2,092,459</u>
Minority interests	少數股東權益	39,167	33,600
TOTAL EQUITY	總權益	<u>2,300,447</u>	<u>2,126,059</u>

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
— UNAUDITED

綜合權益變動表
— 未經審核

Attributable to shareholders of the Company
本公司股東應佔

		Issued share capital 已發行 股本 HK\$'000 千港元	Share premium 股份溢價 HK\$'000 千港元	Land and buildings revaluation reserve 土地及樓宇 重估儲備 HK\$'000 千港元	Investment revaluation reserve 投資 重估儲備 HK\$'000 千港元	General reserve 一般儲備 HK\$'000 千港元	Exchange fluctuation reserve 外匯 變動儲備 HK\$'000 千港元	Retained profits 保留溢利 HK\$'000 千港元	Proposed dividend 擬派股息 HK\$'000 千港元	Total 合計 HK\$'000 千港元	Minority interests 少數 股東權益 HK\$'000 千港元	Total 總權益 HK\$'000 千港元
At 1 January 2005	於2005年1月1日	125,400	124,804	344,428	122,035	10,000	2,977	1,160,936	70,224	1,960,804	18,799	1,979,603
Change in equity	權益變動											
Changes in fair value of available-for-sale investments	可供出售投資 公平價值變動	—	—	—	(4,357)	—	—	—	—	(4,357)	—	(4,357)
Transfer to the profit and loss account on disposal	出售時撥往損益賬 賬目	—	—	—	(7,595)	—	—	—	—	(7,595)	—	(7,595)
Exchange realignment	匯兌調整	—	—	—	—	—	(452)	—	—	(452)	(78)	(530)
Total income and expense recognised directly as change in equity	直接確認為權益 變動之總收支	—	—	—	(11,952)	—	(452)	—	—	(12,404)	(78)	(12,482)
Profit for the period	期內溢利	—	—	—	—	—	—	56,253	—	56,253	1,424	57,677
Total income and expense for the period	期內總收支	—	—	—	(11,952)	—	(452)	56,253	—	43,849	1,346	45,195
Decrease in current account balances	往來賬戶結餘 減少	—	—	—	—	—	—	—	—	—	(371)	(371)
Capital contribution by a minority shareholder	少數股東投入 資本	—	—	—	—	—	—	—	—	—	11,487	11,487
Final 2004 dividend paid	已派發之2004年末期股息	—	—	—	—	—	—	—	(70,224)	(70,224)	—	(70,224)
Bonus issue of shares	發行紅股	25,080	(25,080)	—	—	—	—	—	—	—	—	—
Interim 2005 dividend declared	已宣派2005年中期股息	—	—	—	—	—	—	(30,096)	30,096	—	—	—
At 30 June 2005	於2005年6月30日	<u>150,480</u>	<u>99,724</u>	<u>344,428</u>	<u>110,083</u>	<u>10,000</u>	<u>2,525</u>	<u>1,187,093</u>	<u>30,096</u>	<u>1,934,429</u>	<u>31,261</u>	<u>1,965,690</u>
At 1 January 2006	於2006年1月1日	<u>150,480</u>	<u>99,724</u>	<u>339,471</u>	<u>163,779</u>	<u>10,000</u>	<u>5,878</u>	<u>1,250,897</u>	<u>72,230</u>	<u>2,092,459</u>	<u>33,600</u>	<u>2,126,059</u>
Change in equity	權益變動											
Changes in fair value of available-for-sale investments	可供出售投資 公平價值變動	—	—	—	88,172	—	—	—	—	88,172	—	88,172
Exchange realignment	匯兌調整	—	—	—	—	—	2,169	—	—	2,169	365	2,534
Total income and expense recognised directly as change in equity	直接確認為權益 變動之總收支	—	—	—	88,172	—	2,169	—	—	90,341	365	90,706
Profit for the period	期內溢利	—	—	—	—	—	—	150,710	—	150,710	5,202	155,912
Total income and expense for the period	期內總收支	—	—	—	88,172	—	2,169	150,710	—	241,051	5,567	246,618
Final 2005 dividend paid	已派發之2005年末期股息	—	—	—	—	—	—	—	(72,230)	(72,230)	—	(72,230)
Interim 2006 dividend declared	已宣派2006年中期股息	—	—	—	—	—	—	(42,134)	42,134	—	—	—
At 30 June 2006	於2006年6月30日	<u>150,480</u>	<u>99,724</u>	<u>339,471</u>	<u>251,951</u>	<u>10,000</u>	<u>8,047</u>	<u>1,359,473</u>	<u>42,134</u>	<u>2,261,280</u>	<u>39,167</u>	<u>2,300,447</u>

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

簡明綜合現金流量表

		Unaudited 未經審核	
		Six months ended 30 June 截至6月30日止六個月	
		2006 HK\$'000 千港元	2005 HK\$'000 千港元
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	經營業務之現金 流入／(流出)淨額	201,175	(73,594)
NET CASH OUTFLOW FROM INVESTING ACTIVITIES	投資業務之現金 流出淨額	(15,171)	(19,601)
NET CASH OUTFLOW FROM FINANCING ACTIVITIES	融資活動之現金 流出淨額	<u>(62,296)</u>	<u>(22,800)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	現金及等同現金之增加／ (減少)淨額	123,708	(115,995)
Cash and cash equivalents at beginning of period	於期初之現金及等同現金	175,082	228,547
Effects of foreign exchange rate changes, net	外幣匯率變動影響，淨值	<u>434</u>	<u>(135)</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	於期終之現金及等同現金	<u><u>299,224</u></u>	<u><u>112,417</u></u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS	現金及等同現金結存分析		
Cash and bank balances	現金及銀行存款	207,345	106,113
Non-pledged time deposits with original maturity of less than three months when acquired	存放時到期日少於三個月 之無抵押定期存款	91,879	7,346
Bank overdrafts	銀行透支	<u>—</u>	<u>(1,042)</u>
		<u><u>299,224</u></u>	<u><u>112,417</u></u>

NOTES TO FINANCIAL STATEMENTS

1. Principal accounting policies

These unaudited condensed consolidated interim financial statements have been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants, and Appendix 16 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

These interim financial statements should be read in conjunction with the 2005 Annual Report.

The accounting policies and basis of computation used in the preparation of these interim financial statements are the same as those used in the Group’s audited financial statements for the year ended 31 December 2005, except that the Group has changed certain of its accounting policies mentioned in note 2 below following its adoption of new and revised Hong Kong Financial Reporting Standards (“HKFRSs”, which also include HKASs and Interpretations) which have become effective for accounting periods beginning on or after 1 January 2006.

2. Impact of new and revised HKFRSs

The following HKFRSs are adopted for the first time for the current period’s unaudited condensed consolidated interim financial statements.

HKAS 21 Amendment	Net Investment in a Foreign Operation
HKAS 39 & HKFRS 4 Amendments	Financial Guarantee Contracts

The adoption of HKAS 39 and HKFRS 4 Amendments has had no material impact on the Group’s accounting policies and the methods of computation in the Group’s financial statements.

The amendment to HKAS 21 relates to the treatment of exchange differences arising on a monetary item that forms part of the net investment in a foreign operation. It allows inter-company loans denominated in any currency to be part of a net investment in a foreign operation and to recognise foreign exchange volatility on such loans funding foreign operations in exchange fluctuation reserve in the consolidated financial statements. The adoption of the amendment to HKAS 21 has resulted in a change in accounting policy relating to foreign currency translation. The effect is insignificant to the Group’s results for the six months ended 30 June 2006.

The Group has not early adopted the following new and revised HKFRSs, that have been issued but are not yet effective, in these interim financial statements.

HKAS 1 Amendment	Capital Disclosures ¹
HKFRS 7	Financial Instruments: Disclosures ¹
HK(IFRIC) — Int 7	Applying the Restatement Approach under HKAS 29 Financial Reporting in Hyperinflationary Economies ²
HK(IFRIC) — Int 8	Scope of HKFRS 2 ³
HK(IFRIC) — Int 9	Reassessment of Embedded Derivatives ⁴

¹ Effective for annual periods beginning on or after 1 January 2007

² Effective for annual periods beginning on or after 1 March 2006

³ Effective for annual periods beginning on or after 1 May 2006

⁴ Effective for annual periods beginning on or after 1 June 2006

The adoption of the above new and revised HKFRSs will have no material impact on the Group’s financial statements and accounting policies.

財務報告附註

1. 主要會計政策

此等未經審核之簡明綜合中期財務報告乃按照香港會計師公會頒布之香港會計準則（「香港會計準則」）第34號「中期財務報告」及香港聯合交易所有限公司證券上市規則（「上市規則」）附錄16予以編製。

此等中期財務報告應與2005年年報一併閱讀。

編製此等中期財務報告時採用之會計政策及計算基準與本集團截至2005年12月31日止年度之已審核財務報告所採用的一致，惟於下列附註2提及，在本集團採納對2006年1月1日或以後開始之會計年度生效之新訂及經修訂之香港財務報告準則（「香港財務報告準則」，亦包括香港會計準則及詮釋）後而令若干會計政策改變除外。

2. 新訂及經修訂香港財務報告準則之影響

本期間之未經審核簡明綜合中期財務報告首次採納下列香港財務報告準則。

香港會計準則第21號（修訂本）	於海外業務之投資淨值
香港會計準則第39號及香港財務報告準則第4號（修訂本）	財務擔保合約

採納香港會計準則第39號及香港財務報告準則第4號（修訂本）對本集團之會計政策及本集團財務報告之計算方法並無構成重大影響。

香港會計準則第21號（修訂本）敘述構成海外業務淨投資一部分之貨幣項目所產生匯兌差額之處理方法。該準則容許集團內公司之間任何貨幣之借貸成為海外業務淨投資的一部份，並將該借貸的外幣匯兌波動於綜合財務報告之外匯變動儲備中確認。採納香港會計準則第21號（修訂本）引致有關外幣換算之會計政策改變。對本集團截至2006年6月30日止六個月之業績沒有重大影響。

本集團並無提早於此等中期財務報告採納以下已頒布但未生效之新訂及經修訂香港財務報告準則。

香港會計準則第1號（修訂本）	股本披露 ¹
香港財務報告準則第7號	金融工具：披露 ¹
香港（國際財務報告詮釋委員會）— 詮釋第7號	根據香港會計準則第29號嚴重通貨膨脹經濟中之財務報告採用重列法 ²
香港（國際財務報告詮釋委員會）— 詮釋第8號	香港財務報告準則第2號之範圍 ³
香港（國際財務報告詮釋委員會）— 詮釋第9號	重新評估嵌入式衍生工具 ⁴

¹ 於2007年1月1日或以後開始之會計年度生效

² 於2006年3月1日或以後開始之會計年度生效

³ 於2006年5月1日或以後開始之會計年度生效

⁴ 於2006年6月1日或以後開始之會計年度生效

採納上述新訂及經修訂香港財務報告準則將不會對本集團之財務報告及會計政策構成重大影響。

3. Turnover

Turnover represents the net invoiced value of goods sold, after allowances for returns, trade discounts and value-added tax; commission on securities and commodities broking and rental income earned during the period. Revenue from the following activities has been included in turnover:

Sales of goods	貨品銷售
Commission on securities and commodities broking	證券及期貨經紀佣金收入
Gross rental income	總租金收入

3. 營業額

營業額乃期內撇除退回、交易折扣與增值稅後售出貨品之發票淨值，證券及期貨經紀佣金收入及租金收入。以下業務之收益已包括在營業額內：

Six months ended 30 June	
截至6月30日止六個月	
2006	2005
HK\$'000	HK\$'000
千港元	千港元
4,775,963	2,543,959
26,703	13,627
4,009	3,795
4,806,675	2,561,381

4. Segment information

An analysis of the Group's revenue and results for the period by business segment is as follows:

4. 分部資料

本集團於期內業務分部收益及業績分析如下：

		Manufacture and retail of jewellery		Wholesale of precious metals		Other business (including securities broking)		Eliminations	Consolidated		
		珠寶製造及零售		貴金屬批發		其他業務 (包括證券經紀)			對銷	綜合	
		2006		2006		2006		2006		2006	
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
		Six months ended 30 June									
		截至6月30日止六個月									
		2005		2005		2005		2005		2005	
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
		(Restated) (重列)									
Segment revenue:	分部收益：										
Sales to external customers	銷售予外界客戶	1,308,712	1,166,026	2,225,109	1,326,828	1,272,854	68,527	—	—	4,806,675	2,561,381
Intersegment sales	內部銷售	27,159	70,779	76,324	99,736	384	639	(103,867)	(171,154)	—	—
Other income from external sources	其他外界收益	8,418	5,936	1	—	9,770	4,575	—	—	18,189	10,511
Intersegment other income	內部其他收益	1,948	1,761	—	—	68	53	(2,016)	(1,814)	—	—
Total	總收益	1,346,237	1,244,502	2,301,434	1,426,564	1,283,076	73,794	(105,883)	(172,968)	4,824,864	2,571,892
Segment results	分部業績	169,258	55,103	2,146	2,613	19,021	2,305	—	—	190,425	60,021
Interest income	利息收入									5,357	2,250
Dividend income	股息收入									3,242	2,693
Gain on disposal of available-for-sale investments	出售可供出售投資收益									—	7,996
Unallocated expenses	未分配費用									(3,917)	(4,005)
Profit from operating activities	經營業務所得溢利									195,107	68,955
Finance costs	財務費用									(5,836)	(1,906)
Share of profits of associates	應佔聯營公司溢利									265	77
Profit before tax	除稅前溢利									189,536	67,126
Tax	稅項									(33,624)	(9,449)
Profit for the period	期內溢利									155,912	57,677

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5. Profit from operating activities

The Group's profit from operating activities is arrived at after charging/
(crediting):

Write-down of inventories to net realisable value	撇銷存貨至可變現淨值	10,314	940
Depreciation	折舊	20,139	15,818
Minimum lease payments under operating leases for land and buildings	土地及樓宇經營租賃最低租賃付款	69,293	61,265
Interest income	利息收入	(12,234)	(4,837)
Dividend income	股息收入	(3,507)	(3,067)
Gain on disposal of available-for-sale investments	出售可供出售投資收益	—	(7,996)
Gain on disposal of investments at fair value through profit or loss	出售按盈虧訂定公平價值投資收益	(440)	—
Net fair value losses on investments at fair value through profit or loss	按盈虧訂定公平價值投資之公平價值虧損淨值	149	663

6. Tax

Hong Kong profits tax has been provided at the rate of 17.5% (2005: 17.5%) on the estimated assessable profits arising in Hong Kong during the period. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

Group:	集團：		
Current — Hong Kong	本期 — 香港	29,133	7,761
Charge for the period	期內稅項	5,375	1,890
Current — Elsewhere	本期 — 其他地區	(884)	(202)
Deferred	遞延	33,624	9,449

7. Dividend

Interim — HK7 cents
(2005: HK5 cents) per ordinary share

中期 — 每普通股7港仙
(2005年：5港仙)

5. 經營業務所得溢利

本集團之經營業務所得溢利已扣除／(計入)：

Six months ended 30 June
截至6月30日止六個月

2006	2005
HK\$'000	HK\$'000
千港元	千港元

10,314	940
20,139	15,818
69,293	61,265
(12,234)	(4,837)
(3,507)	(3,067)
—	(7,996)
(440)	—
149	663

6. 稅項

香港利得稅乃按期內於香港產生之估計應課稅溢利以稅率17.5%(2005年：17.5%)撥備。其他地區之應課利得稅乃按本集團於各營運地區以當地現行法例、闡釋及慣例為基礎之通用稅率計算。

Six months ended 30 June
截至6月30日止六個月

2006	2005
HK\$'000	HK\$'000
千港元	千港元

29,133	7,761
5,375	1,890
(884)	(202)
33,624	9,449

7. 股息

Six months ended 30 June
截至6月30日止六個月

2006	2005
HK\$'000	HK\$'000
千港元	千港元

42,134	30,096
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8. Earnings per share attributable to shareholders of the Company

The calculation of basic earnings per share is based on the profit for the period attributable to shareholders of the Company of HK\$150,710,000 (2005: HK\$56,253,000), and the weighted average number of 601,920,000 (2005: 601,920,000) ordinary shares in issue during the period.

Diluted earnings per share for the periods ended 30 June 2006 and 2005 have not been presented as no diluting events existed during these periods.

9. Accounts receivable

Jewellery retail

The Group's sales are normally made on cash basis. Credit card receivables from financial institutions in respect of retail sales are aged within one month. There are wholesale customers who have been given credit periods ranging from 15 to 45 days.

Wholesale of diamonds

The Group normally grants credit periods of up to 60 days to its trade customers.

Wholesale of precious metals

The Group's precious metals wholesale are normally conducted on cash basis.

Securities and commodities broking

Dealing in securities are settled two days after the trade date, and dealing in commodities are normally settled on cash basis.

An aged analysis of the accounts receivable, based on the invoice date, is as follows:

		30 June	31 December
		6月30日	12月31日
		2006	2005
		HK\$'000	HK\$'000
		千港元	千港元
Current to 30 days	現在至30日	154,876	93,318
31 to 60 days	31日至60日	14,078	8,945
Over 60 days	超過60日	9,426	12,612
		178,380	114,875
Margin clients accounts receivable*	應收孖展客戶賬款*	50,017	57,031
		228,397	171,906

* The margin clients accounts receivable are secured by the underlying pledged securities, are repayable on demand and bear interest at commercial rates. No aged analysis is disclosed as, in the opinion of the directors, an aged analysis is not relevant in view of the nature of the business of securities margin financing.

8. 本公司股東應佔每股盈利

每股基本盈利乃按期內本公司股東應佔溢利150,710,000港元(2005年:56,253,000港元)及期內已發行加權平均股份601,920,000(2005年:601,920,000)普通股計算。

由於此兩段期間並無攤薄事項，故並無披露截至2006年及2005年6月30日止期間之每股攤薄盈利。

9. 應收賬款

珠寶零售

本集團銷售一般以現金交易。就零售銷貨而來自財務機構之應收信用卡賬款之賬齡少於一個月。現有批發客戶獲提供15至45日之除賬期。

鑽石批發

本集團一般向貿易客戶提供之除賬期最多為60日。

貴金屬批發

本集團之貴金屬批發一般以現金進行交易。

證券及期貨經紀

證券買賣之結算期限為交易日後兩天，而期貨買賣之結算一般以現金交易。

應收賬款根據發票日期之賬齡分析如下：

	30 June	31 December
	6月30日	12月31日
	2006	2005
	HK\$'000	HK\$'000
	千港元	千港元
Current to 30 days	154,876	93,318
31 to 60 days	14,078	8,945
Over 60 days	9,426	12,612
	178,380	114,875
Margin clients accounts receivable*	50,017	57,031
	228,397	171,906

* 應收孖展客戶賬款以孖展證券作抵押，並須於要求時償還及按商業條款計息。鑑於證券孖展借貸業務性質，賬齡分析作用不大，故董事認為無需披露賬齡分析。

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10. Accounts payable

An aged analysis of the accounts payable, based on the invoice date, is as follows:

		30 June 6月30日 2006 HK\$'000 千港元	31 December 12月31日 2005 HK\$'000 千港元
Current to 30 days	現在至30日	39,638	48,327
31 to 60 days	31日至60日	5,318	6,197
Over 60 days	超過60日	6,703	59
		51,659	54,583
Cash clients accounts payable*	應付現金客戶賬款*	280,133	203,200
Margin clients accounts payable [^]	應付孖展客戶賬款 [^]	10,283	7,217
		342,075	265,000

* Included in the cash clients accounts payable arising from the ordinary course of business of dealing in securities was an amount of approximately HK\$204,737,000 (31 December 2005: HK\$177,336,000) representing these client's undrawn monies/excess deposits placed with the Group. As at 30 June 2006, the cash clients accounts payable included an amount of HK\$4,244,000 (31 December 2005: HK\$5,371,000) in respect of securities transactions undertaken for the accounts of certain directors. The balances are repayable on demand and bear interest at commercial rates. No aged analysis is disclosed as, in the opinion of the directors, an aged analysis is not meaningful in view of the nature of the business of dealing in securities.

[^] The margin clients accounts payable are repayable on demand and bear interest at commercial rates. No aged analysis is disclosed as, in the opinion of the directors, an aged analysis is not relevant in view of the nature of the business of securities margin financing.

11. Contingent liabilities

(a) The Company has provided guarantees to the extent of US\$57 million (approximately HK\$443 million) and HK\$25 million (31 December 2005: US\$53 million (approximately HK\$411 million) and HK\$25 million) in respect of gold trading facilities granted to subsidiaries. As at 30 June 2006, the amount drawn against the gold trading facilities was US\$14 million (approximately HK\$109 million) (31 December 2005: US\$16 million (approximately HK\$126 million)).

(b) The Company has provided corporate guarantees to the extent of HK\$625 million (31 December 2005: HK\$505 million) to secure the general banking facilities of subsidiaries. As at 30 June 2006, the amount drawn against the general banking facilities was HK\$87,950,000 (31 December 2005: HK\$78,625,000).

10. 應付賬款

應付賬款根據發票日期之賬齡分析如下：

		30 June 6月30日 2006 HK\$'000 千港元	31 December 12月31日 2005 HK\$'000 千港元
Current to 30 days	現在至30日	39,638	48,327
31 to 60 days	31日至60日	5,318	6,197
Over 60 days	超過60日	6,703	59
		51,659	54,583
Cash clients accounts payable*	應付現金客戶賬款*	280,133	203,200
Margin clients accounts payable [^]	應付孖展客戶賬款 [^]	10,283	7,217
		342,075	265,000

* 包括在日常證券買賣業務過程中所產生之應付現金客戶賬款內約204,737,000港元(2005年12月31日：177,336,000港元)為此等客戶存於本集團之未提取款項／額外繳付按金。於2006年6月30日，應付現金客戶賬款包括為若干董事賬戶進行證券交易賬款4,244,000港元(2005年12月31日：5,371,000港元)。此賬額須於要求時償還及按商業條款計息。鑑於證券買賣業務性質，賬齡分析作用不大，故董事認為無需披露賬齡分析。

[^] 應付孖展客戶賬款須於要求時償還及按商業條款計息。鑑於證券孖展借貸業務性質，賬齡分析作用不大，故董事認為無需披露賬齡分析。

11. 或然負債

(a) 本公司為其附屬公司所獲之黃金買賣信貸提供57,000,000美元(約443,000,000港元)及25,000,000港元(2005年12月31日：53,000,000美元(約411,000,000港元)及25,000,000港元)之擔保。於2006年6月30日，已使用之黃金買賣信貸額為14,000,000美元(約109,000,000港元)(2005年12月31日：16,000,000美元(約126,000,000港元))。

(b) 本公司為附屬公司所獲一般銀行信貸提供625,000,000港元(2005年12月31日：505,000,000港元)之公司擔保。於2006年6月30日，已使用之一般銀行信貸額為87,950,000港元(2005年12月31日：78,625,000港元)。

12. Related party transactions

The Group had the following material transactions with connected and/or related parties during the period:

(a) Transactions with connected and/or related parties

- (i) Chow Sang Sang Jewellery (Foshan) Co., Ltd. ("CSS Foshan"), a 95.1% owned subsidiary, has credit arrangements with certain banks (the "Banks") for providing loans to Foshan Shunde Jinpeng Jewelry Co., Ltd. ("Jinpeng"), a company controlled by a director of CSS Foshan and a 4.9% minority shareholder of CSS Foshan, through entering into trust lending or trust lending extension agreements between CSS Foshan, Jinpeng and the Banks. The loans to Jinpeng are to finance Jinpeng's operation for providing sub-contracting services to the Group (see (ii) below).

As the above-mentioned loans are made on a continuous basis, CSS Foshan entered into a facility agreement with Jinpeng on 14 May 2004 for granting a continuous credit facility to Jinpeng. The facility agreement expired on 31 December 2005 and was renewed on 20 December 2005 for one year commenced on 1 January 2006 (the "New Facility Agreement"). All loans advanced under the New Facility Agreement are unsecured, bear interest at a rate of 6% per annum and are repayable within one year. The total interest paid and payable by Jinpeng for the period was RMB56,000 (approximately HK\$54,000) (2005: RMB94,000 (approximately HK\$89,000)).

As at 30 June 2006, the outstanding balance was RMB2,000,000 (approximately HK\$1,943,000) (31 December 2005: Nil). The maximum amount outstanding during the period was RMB2,000,000 (approximately HK\$1,943,000).

- (ii) Certain subsidiaries of the Company entered into an agreement with Jinpeng on 13 May 2004 for engaging Jinpeng to provide continuing sub-contracting services. The agreement expired on 31 December 2005 and was renewed on 20 December 2005 for one year commenced on 1 January 2006 (the "New Sub-contracting Agreement"). The processing fees under the New Sub-contracting Agreement were determined on the type, level and degree of difficulties of the manufacturing work involved. The total processing fees paid to Jinpeng for the period amounted to HK\$3,291,000 (2005: HK\$3,322,000).

12. 關連人士交易

本集團於期內與關連人士進行以下重大交易：

(a) 與關連人士進行之交易

- (i) 本集團持有95.1%股權之附屬公司周生生珠寶(佛山)有限公司(「周生生珠寶(佛山)」)與若干銀行(「該等銀行」)訂立信託貸款安排，提供貸款予佛山市順德區金鵬珠寶首飾有限責任公司(「金鵬珠寶」)，此乃一間由周生生珠寶(佛山)一名董事控制及持有周生生珠寶(佛山)4.9%股權之少數股東，透過周生生珠寶(佛山)、金鵬珠寶及該等銀行訂立信託貸款協議或信託貸款續期協議安排貸款。此等貸款乃給予金鵬珠寶為本集團提供分包服務之營運資金(見下文第(ii)項)。

鑑於上述貸款乃按持續基準進行，周生生珠寶(佛山)與金鵬珠寶於2004年5月14日就給予金鵬珠寶一項持續信貸融資訂立融資協議。該融資協議於2005年12月31日屆滿，並於2005年12月20日續訂自2006年1月1日起為期一年之協議(「新融資協議」)。新融資協議下之所有貸款均為無抵押，以年利率6%計息及須於一年內償還。期內，金鵬珠寶已付及應付之利息總額為56,000人民幣(約54,000港元)(2005年：94,000人民幣(約89,000港元))。

於2006年6月30日之結欠為2,000,000人民幣(約1,943,000港元)(2005年12月31日：無)。期內最高之結欠為2,000,000人民幣(約1,943,000港元)。

- (ii) 本公司若干附屬公司與金鵬珠寶於2004年5月13日就委聘金鵬珠寶提供持續分包服務訂立一項協議。該協議於2005年12月31日屆滿，並於2005年12月20日續訂自2006年1月1日起為期一年之協議(「新分包協議」)。新分包協議下之加工費乃根據製作工序之種類及難度釐定。期內向金鵬珠寶繳付之加工費總額為3,291,000港元(2005年：3,322,000港元)。

12. Related party transactions (continued)

(a) Transactions with connected and/or related parties (continued)

(iii) Certain subsidiaries of the Company entered into an agreement on 12 May 2004 with Qingdao Jing Hua Diamond and Jewellery Co., Ltd. ("Jing Hua"), a 24.86% shareholder of a 70% owned subsidiary of the Company, for continuing purchases of polished diamonds from Jing Hua. The agreement expired on 31 December 2005 and was renewed on 20 December 2005 for one year commenced on 1 January 2006 (the "New Purchase Agreement"). The purchase consideration under the New Purchase Agreement was determined on the category, size and the prevailing market price of the polished diamonds. The total purchases from Jing Hua during the period amounted to HK\$8,070,000 (2005: HK\$4,651,000).

(iv) A wholly-owned subsidiary of the Company entered into a tenancy agreement with the respective spouse of Mr. CHOW Kwen Ling and Dr. CHOW Kwen Lim and the administrator of a late director of the Company on 26 March 2003, for the lease of the Group's retail shop. The tenancy agreement expired on 31 March 2005 and was renewed on 30 March 2005 for a two-year period commenced on 1 April 2005 (the "New Tenancy Agreement") with a monthly rental of HK\$163,000. The lease rentals under the New Tenancy Agreement were determined with reference to open market rentals. The total rental paid by the Group for the period amounted to HK\$975,000 (2005: HK\$827,000).

(v) A wholly-owned subsidiary of the Company has entered into leases with related companies in which certain directors and their respective spouse have interests, for the lease of the Company's directors' quarters. The leases expired on 31 December 2005 and were renewed on 16 January 2006 (the "New Leases") for one year commenced on 1 January 2006 with a total monthly rental of HK\$70,000. The lease rentals under the New Leases were determined with reference to open market rentals. The total rental paid by the Group for the period amounted to HK\$420,000 (2005: HK\$420,000).

(vi) Certain subsidiaries of the Company entered into an agreement with Jing Hua on 20 December 2005 for engaging Jing Hua to arrange for the importing of diamonds through the Shanghai Diamond Exchange for the year commenced on 1 January 2006. The related agency fee was charged at a fixed rate on the diamonds importing price, which was determined with reference to market rates. The total agency fee paid to Jing Hua during the period amounted to HK\$117,000 (2005: HK\$138,000).

(vii) A wholly-owned subsidiary of the Company entered into an agreement with Jing Hua on 20 December 2005 for engaging Jing Hua to provide rough diamonds polishing services for the year commenced on 1 January 2006. The fees were charged according to an agreed price list, which was determined with reference to market rates. The total processing fee paid to Jing Hua for the period amounted to HK\$521,000 (2005: HK\$102,000).

(viii) A wholly-owned subsidiary of the Company entered into an agreement with Jing Hua on 20 December 2005 for selling rough diamonds and polished diamonds to Jing Hua for the year commenced on 1 January 2006. The selling prices were determined on the category and size of the diamonds and the prevailing market conditions. The total sales to Jing Hua for the period amounted to HK\$222,000 (2005: HK\$96,000).

12. 關連人士交易 (續)

(a) 與關連人士進行之交易 (續)

(iii) 本公司若干附屬公司與本公司一間持有70%股權之附屬公司的一名持有24.86%股權股東青島京華飾品有限公司(「京華」)於2004年5月12日就向京華持續採購打磨鑽石訂立一項協議。該協議於2005年12月31日屆滿，並於2005年12月20日續訂自2006年1月1日起為期一年之協議(「新採購協議」)。新採購協議下之採購定價乃根據打磨鑽石之類別、大小及當時市價釐定。期內向京華採購總額為8,070,000港元(2005年：4,651,000港元)。

(iv) 本公司一間全資附屬公司與周君令先生及周君廉博士各自之配偶及本公司一名已故董事之遺產執行人於2003年3月26日就租予本集團零售店舖訂立一項租約。該租約於2005年3月31日屆滿，並於2005年3月30日續訂自2005年4月1日起為期兩年之租約(「新租約」)，每月租金163,000港元。新租約下之租金乃參考市值租金釐定。期內本集團繳付租金總額為975,000港元(2005年：827,000港元)。

(v) 本公司一間全資附屬公司與若干董事及彼等之配偶持有權益之關連公司就租予本公司董事宿舍訂立租約。該等租約於2005年12月31日屆滿，並於2006年1月16日續訂自2006年1月1日起為期一年之租約(「該等新租約」)，每月租金總額70,000港元。該等新租約下之租金乃參考市值租金釐定。期內本集團繳付租金總額為420,000港元(2005年：420,000港元)。

(vi) 本公司若干附屬公司與京華於2005年12月20日就委聘京華透過上海鑽石交易所安排進口鑽石訂立一項自2006年1月1日起為期一年之協議。相關代理收費以鑽石進口價按固定比率計算，該固定比率經參考市場價格後釐定。期內，繳付京華之代理費用總額為117,000港元(2005年：138,000港元)。

(vii) 本公司一間全資附屬公司與京華於2005年12月20日就委聘京華提供鑽石毛坯打磨服務訂立一項自2006年1月1日起為期一年之協議。收費按協定之價格表收取，價格表內收費經參考市場價格後釐定。期內，繳付京華之加工費總額為521,000港元(2005年：102,000港元)。

(viii) 本公司一間全資附屬公司與京華於2005年12月20日就向京華銷售鑽石毛坯及已打磨鑽石訂立一項自2006年1月1日起為期一年之協議。售價乃根據鑽石類別、大小及當時市況釐定。期內，銷售予京華之總額為222,000港元(2005年：96,000港元)。

12. Related party transactions (continued)

(a) Transactions with connected and/or related parties (continued)

Balances with related parties:

Accounts receivable from/ (Accounts payable to) Jing Hua	應收／(應付)京華賬款
Accounts payable to Jinpeng	應付金鵬珠寶賬款

The accounts receivable from/accounts payable to related parties are unsecured, interest free and have no fixed terms of repayment.

(b) Guarantees for banking facilities for subsidiaries

The Company and a wholly-owned subsidiary of the Company have provided joint and several corporate guarantees to banks for facilities granted to certain non wholly-owned subsidiaries. The utilised amount of such facilities, which also represent the financial exposure of the Group as at 30 June 2006, amounted to approximately HK\$83,154,000 (31 December 2005: HK\$73,901,000). The total amount of such facilities amounted to approximately HK\$92,302,000 (31 December 2005: HK\$76,864,000).

(c) Remuneration of key management personnel of the Group

The aggregate amount of remuneration paid and payable to key management personnel during the period, including amounts paid and payable to the Company's executive directors, is as follows:

Fees	袍金
Salaries and allowances	薪金及津貼
Discretionary bonuses paid and payable	已付及應付酌情花紅
Pension scheme contributions	退休金計劃供款

13. Comparative amounts

During the period, the Group considered it more appropriate to reclassify certain expenses and segment information in order to better reflect the underlying nature and allow a more appropriate presentation of the Group's results. The principal changes consist of the reclassifications of certain sales related expenses from administrative expenses to selling and distribution costs; dividend income earned from listed equity investments held for trading purpose from corporate dividend income to "Other business (including securities broking)" segment; and gain on disposal of listed equity investments held for non-trading purpose from "Other business (including securities broking)" segment to corporate gain on disposal of available-for-sale investments. Accordingly, the relevant comparative amounts of selling and distribution costs and administrative expenses and segment information have been restated to conform with the current period's presentation.

12. 關連人士交易(續)

(a) 與關連人士進行之交易(續)

與關連人士之結餘：

30 June 6月30日	31 December 12月31日
2006	2005
HK\$'000	HK\$'000
千港元	千港元
(1,030)	418
(484)	(247)

關連人士之應收賬款／應付賬款乃無抵押、免息及並無固定還款期。

(b) 就附屬公司之銀行借貸提供擔保
本公司及本公司一間全資附屬公司
已就授予若干非全資附屬公司之銀
行借貸提供共同及各別之公司擔
保。該等借貸之已動用金額，亦即
本集團於2006年6月30日之財務風
險，約為83,154,000港元(2005年12
月31日：73,901,000港元)。該信貸
總額約為92,302,000港元(2005年12
月31日：76,864,000港元)。

(c) 本集團主要管理人員酬金
期內，已付及應付主要管理人員之
酬金總額，包括已付及應付本公司
執行董事之金額，詳列如下：

Six months ended 30 June 截至6月30日止六個月	
2006	2005
HK\$'000	HK\$'000
千港元	千港元
220	171
6,596	6,050
2,199	1,891
277	249
9,292	8,361

13. 比較數字

於期內，本集團認為將若干費用及分部資
料重新分類更為適當，以更能反映其基本
性質，及更適當地列報本集團之業績。主
要改變包括將若干銷售相關費用由行政費
用重新分類為銷售及分銷費用；將來自持
作買賣用途之上市股份投資之股息收入由
公司股息收入重新分類至「其他業務(包括
證券經紀)」分部；及將出售持作非買賣用
途之上市股份投資收益由「其他業務(包括
證券經紀)」分部重新分類至公司出售可供
出售投資收益。因此，有關銷售及分銷費
用及行政費用及分部資料之比較數字已重
列以符合本期間之呈報方式。

The Group's Results

The Group's main business is retail of jewellery in Mainland China, Hong Kong and Taiwan. It manufactures part of what it sells in the Mainland and in Hong Kong, and it sources from other manufacturers internationally. The Group is also engaged in wholesale of precious metals and stock and commodities brokerage.

The turnover of the Group for the six months ended 30 June 2006 rose by 88% to HK\$4,807 million from HK\$2,561 million in 2005. Profit attributable to shareholders increased by 168% to HK\$151 million from HK\$56 million. Half-year earnings per share rose to HK25.0 cents from HK9.4 cents.

Jewellery Retail

Retail of jewellery accounted for 27% of the Group's turnover. The turnover of jewellery retail increased by 12% to HK\$1,309 million and operating profit rose by 207% to HK\$169 million.

The price of gold continued the climb it started in 2005 through January 2006. After pausing in the months of February and March it resumed its upswing, peaked on 12 May 2006 at US\$725.75 in London before retreating to its March level by the end of June.

Prices at such dizzying heights dampened consumer desire to buy gold jewellery, and instead, encouraged selling off of old gold items to us, which were melted down and sold to refineries. At the same time, as gold products are sold at current gold prices and inventory accounting was at a first-in-first-out basis, the rising trend contributed to widening profit. The combined effect was that although the amount of gold jewellery sold slackened considerably, gross profit recorded a remarkable increase thanks to better margins and the gain on the recycling of gold.

Of all the territories in which the Group operates, Hong Kong was where most of the profits from the rising gold price as mentioned above was realised. Scrap gold melted down and sold to refineries amounted to over HK\$1,100 million. (This amount was included in Note 4 to the financial statements, under "Other Business".)

In the second half of the year, there are uncertainties due to the price of gold. It is possible that factors such as the price, the length of time the price held sway, the level of the price in respect of its trend, work together so that consumers become disinclined to buy or sell. If this happens, decline in sales may no longer be offset by income from recycling. Additionally, even if gold price continues to climb, the cost of stock will gradually rise, and the profit margin seen in the first half may not be maintained.

本集團業績

本集團主要業務包括在中國內地、香港及台灣經營珠寶零售，於中國內地及香港銷售之產品部分為自產，亦有採購自其他國際生產商。集團並經營貴金屬批發及證券與期貨經紀業務。

本集團截至2006年6月30日止六個月之營業額較2005年同期之2,561,000,000港元上升88%至4,807,000,000港元。股東應佔溢利由56,000,000港元增加168%至151,000,000港元。期內每股盈利由9.4港仙上升至25.0港仙。

珠寶零售

珠寶零售佔本集團總營業額27%。珠寶零售營業額增加12%至1,309,000,000港元，經營溢利上升207%至169,000,000港元。

金價自2005年開始攀升後一直持續至2006年1月，2、3月升勢稍為緩和後再繼續上揚，2006年5月12日於倫敦達每盎司725.75美元，6月底回落至3月份水平。

金價高企令消費者購買黃金首飾意欲減弱，但卻鼓勵回售舊黃金至集團，此等黃金溶鑄後會售予提煉商。同時，由於黃金產品以現行金價銷售，而存貨賬以先進先出法計算，金價上升從而拉闊利潤。綜合影響為雖然黃金銷量縮減，但利潤提高及回收舊金收益令毛利率錄得顯著增長。

綜觀本集團各地區的營運，香港佔上述因金價上升而變現之溢利最多。回收舊金之過多部分經溶鑄並售予提煉商之金額超過1,100,000,000港元。（此金額已包括在財務報告附註4「其他業務」內。）

由於金價的關係，下半年存在未明朗的情況。金價、金價波動期長短及波幅等因素會減低消費者買賣意欲。若出現此情況，回收舊金收益或不足以抵銷銷售之減少。此外，若金價持續攀升，存貨成本會逐漸上漲，上半年之溢利率或難以維持。

Hong Kong and Macau

Of the total turnover in jewellery retail, Hong Kong and Macau accounted for 79% or HK\$1,032 million. Compared to the first half of 2005, there was an increase of 5%. Turnover of diamond jewellery in particular went up 8%, with branded diamonds (such as The Love Diamond, Hearts & Arrows) being the driving force.

Although expenses were 13% higher than those of the first half of 2005, we believe they are under control. Shop rentals have gone up 17% upon renewal of leases.

During the period, one Chow Sang Sang shop has been moved to temporary quarters pending the completion of renovation works at the shopping mall. In the second half of the year, one shop in Tsuen Wan will be closed at the expiration of its lease, but a new shop will open in the third quarter in Skyplaza, the new terminal wing of the airport. Two shops will undergo complete renovation.

The Emphasis shops have made pleasing progress since their make-over that was started in 2005, with same-store gross profit achieving 23% increase over last year. In April, in order to celebrate our Macau shop's status as our trend-setting flagship, a major event was staged there which served well to build up its clientele. In March, a new store was opened in Taikoo Shing. Another new shop is being planned to open near the end of the year.

Capital expenditure for all the shop opening and renovation will be about HK\$12 million.

After becoming a "sightholder" of the Diamond Trading Company in London, we have been buying rough diamonds and processing them into polished diamonds that we use to fill our retail needs. The operation has been meeting our expectations and it has greatly facilitated the supply of diamonds we sell under the brand The Love Diamond.

Chow Sang Sang received a "Top Service Awards 2006" from the Next magazine which was based on voting by its readers. We also received from Yahoo Hong Kong the "Yahoo! Emotive Brand Awards". Separately, Emphasis was complimented "The Winner of Visual Merchandising Award" by the Diamond Trading Company.

香港及澳門

香港及澳門佔珠寶零售總營業額79%或1,032,000,000港元，與2005年上半年比較，增長為5%。鑽石首飾營業額上升8%，當中以品牌鑽石（如The Love Diamond、Hearts & Arrows）為主導。

雖然開支較2005年上半年增加13%，但相信已受到控制。店舖租金續租加幅為17%。

於期內，為配合商場重裝工程，一家周生生分店遷至臨時展銷場。荃灣一家分店將於下半年租約期滿後結業，但另一家新店將於第三季在機場新翼翔天廊開業。此外，兩家分店將進行全面重裝。

點睛品分店自2005年開始轉型後發展令人滿意，同店毛利增長較去年同期上升23%。為慶祝澳門成立以潮流為主導之旗艦店，集團於4月份舉行了一次大型活動，成功建立客群。3月份在太古城開設一家新店。另一家新店計劃在年底開業。

開店及重裝分店之資本性開支約為12,000,000港元。

本集團成為倫敦國際鑽石商貿公司之「鑽石配貨商」後，購入鑽石毛坯，將其加工成已打磨鑽石以滿足集團零售所需。運作符合預期，大大強化集團旗下銷售品牌The Love Diamond的鑽石供應。

周生生榮獲壹週刊頒贈由讀者投票選出的「服務第壹大獎2006」，並榮獲雅虎香港頒贈「Yahoo!感情品牌大獎」。此外，點睛品榮獲國際鑽石商貿公司頒贈「鑲飾展示設計大獎」。

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Mainland China

The turnover of jewellery retail in China went up 82% to HK\$240 million, representing 18% of the total, up from 11% in the first half of 2005.

Shanghai, Guangzhou and Beijing are the highest contributors in terms of sales, however, shops in other cities, such as Shengyang and Fuzhou, have achieved gratifying same-store growth in diamond jewellery, in many cases having reached percentages far exceeding those in the three cities.

During the period, 10 new shops were opened. For the remainder of the year, 15 new shops are being planned. We are setting up for the first time in Guiyang, Hefei, Ningbo and Kunming, the others are in cities where we already have shops.

In June, the Ministry of Finance finally announced the widely expected change in the value-added tax ("VAT") levied on diamonds. Essentially, diamonds imported through the Shanghai Diamond Exchange will bear VAT at 4% instead of 17%. The saving in tax will benefit both profit margins and consumers.

Taiwan

The turnover retreated by 24% to HK\$37 million, its share of the total being 3%, down from 4% in the first half of 2005.

The market in Taiwan remains very difficult, and our focus in the second half will be on the revamping of the product mix and the motivation of sales staff.

Wholesale of Precious Metals

The wholesale business achieved 68% growth in turnover to HK\$2,225 million, thanks to the higher gold price. In weight terms, the amount traded was up 21%. Operating profit was HK\$2 million, dropped 18% from last year.

This line of business continues to be high in volume and low in margin, and profitable.

中國內地

中國內地珠寶零售營業額上升82%至240,000,000港元，總營業額佔比由2005年上半年之11%上升至18%。

銷售貢獻最高城市為上海、廣州及北京，然而其他城市之分店，如瀋陽及福州，鑽石首飾銷售同店增長表現令人滿意，增幅百分比經常遠高於該三個城市。

期內共有10家新店開業。下半年計劃增加15家新店，本集團將首次在貴陽、合肥、寧波及昆明設店，其餘新店將設於已立點城市。

國家財政部於6月公布了備受關注的鑽石增值稅修訂方案。原則上透過上海鑽石交易所進口鑽石之增值稅率將由17%調整至4%。減省稅項對溢利率及消費者均有利。

台灣

營業額下跌24%至37,000,000港元，總營業額佔比由2005年上半年之4%下跌至3%。

台灣經營仍然十分困難，下半年度將集中調整貨品組合及加強營業人員主動性。

貴金屬批發

黃金價格高企令批發業務營業額錄得68%增長至2,225,000,000港元。以重量計算，銷量上升21%。經營溢利為2,000,000港元，較去年同期下跌18%。

此項業務繼續為高流量及低邊際利潤，仍有利可圖。

Securities and Commodities Broking

During the first half of 2006 the stock market in Hong Kong was very active, with the Hang Seng Index and the daily market turnover reaching five-year highs.

Our transaction volume climbed to HK\$11,000 million, an impressive increase of over 110% compared to 2005. Commission income and operating profit were HK\$27 million (+96%) and HK\$17 million (+373%) respectively.

There were a number of high-profile IPOs and the financing we provided to clients went up to 50% more than that of the whole of 2005. However, with heated competition from the banks, our profit margin was slashed by more than 60%.

The market is likely to continue being active in the second half, and our focus remains that of providing niche market services.

Investments

Properties

The Group holds properties mainly for its own use as office, jewellery shops and factory premises. Rental income from investment properties stood at HK\$4 million, less than 1% of the Group's overall turnover.

Shares in Hong Kong Exchanges and Clearing Limited

Shares in Hong Kong Exchanges and Clearing Limited ("HKEC"), received as distribution from the merger of the stock and futures exchanges in 2000, are being held by the Group as available-for-sale investments. As at 1 January 2006 and 30 June 2006, the Group held 4,953,500 shares of HKEC and the unrealised gain on the holding amounted to HK\$247 million (31 December 2005: HK\$159 million).

Finance

Financial Position and Liquidity

The Group centralises funding for all its operations through the corporate treasury based in Hong Kong. This policy achieves better control of treasury operations and lower average cost of funds.

As at 30 June 2006, the Group had net cash and cash equivalents of HK\$299 million, and total undrawn bank and other credit facilities of approximately HK\$636 million. The Group generates strong recurring cashflow from its core jewellery business.

The Group's policy is to obtain financing on an unsecured basis whenever possible. Total borrowings as at 30 June 2006 amounted to HK\$110 million, which was unsecured and repayable in one year. The Group has a low gearing ratio of 5%, based on net debt of HK\$110 million and shareholders' equity of HK\$2,261 million. As at 30 June 2006, the current ratio was 3.7, based on current assets of HK\$2,199 million and current liabilities of HK\$601 million. Most of the cash is deposited in the leading banks of Hong Kong in either HK dollar or US dollar.

證券及期貨經紀

2006年上半年本港證券市場十分活躍，恒生指數及每日市場成交金額均為五年高位。

集團交投量攀升至11,000,000,000港元，較2005年同期大幅上升超過110%。佣金收入及經營溢利分別為27,000,000港元(+96%)及17,000,000港元(+373%)。

在數次大型招股項目帶動下，集團向客人提供之融資金額較2005年全年多50%。然而，在與銀行激烈競爭下，溢利率下滑超過60%。

預料下半年市場仍然活躍，集團會繼續專注提供優質服務。

投資

物業

本集團持有物業大部分自用為辦公室、珠寶店及廠房。投資物業帶來之租金收入維持4,000,000港元，佔本集團總營業額不足1%。

香港交易及結算所有限公司股份

於2000年證券及期貨交易所合併而獲分配之香港交易及結算所有限公司(「港交所」)股份，本集團持作可供出售投資。於2006年1月1日及2006年6月30日，本集團持有4,953,500股港交所股份，未變現之收益為247,000,000港元(2005年12月31日：159,000,000港元)。

財務

財務狀況及資金管理

本集團營運資金集中由香港財政部統籌，此政策令各項營運現金流量得到較佳監控，減低平均融資成本。

於2006年6月30日，本集團之現金及等同現金為299,000,000港元，未動用之銀行及其他信貸額約為636,000,000港元。本集團之核心珠寶業務將繼續提供龐大的經常性現金流量。

本集團政策盡量以無抵押方式取得融資。於2006年6月30日之借貸總額為110,000,000港元，為無抵押及須於一年內償還。本集團維持低水平的負債比率5%，是以淨借貸110,000,000港元及股東權益2,261,000,000港元為基礎計算。於2006年6月30日，以流動資產2,199,000,000港元及流動負債601,000,000港元為基礎計算之流動比率為3.7。大部分現金以港元或美元存於本港主要銀行。

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Foreign Exchange Risk Management

The Group considers its foreign currency exposure insignificant. The Group has foreign currency exposure in Renminbi (“RMB”), New Taiwan dollars, Euro and Japanese Yen. Currency risks are managed by partly financing non-Hong Kong dollar assets with loans denominated in the relevant currency. As at 30 June 2006, total foreign currency borrowings excluding RMB borrowings amounted to approximately HK\$5 million. RMB loans amounted to RMB88 million (31 December 2005: RMB76 million) and are used for the operations in Mainland China.

Most of the Group’s assets and liabilities, revenues and payments are in HK dollar and US dollar.

Charges on assets

The Company guarantees banking and other facilities granted to its subsidiaries. Some of the Group’s banking facilities are secured by certain items of properties with a net carrying value of HK\$140 million (31 December 2005: HK\$142 million), and listed equity investments of HK\$60 million (31 December 2005: HK\$87 million). As at 30 June 2006, the Group’s total bank loan and gold loan amounted to HK\$110 million (31 December 2005: HK\$98 million) and HK\$109 million (31 December 2005: HK\$126 million), respectively.

Human Resources

The Group’s companies, excluding associates, have a total of 2,349 employees all over Mainland China, Taiwan, Hong Kong and Macau. Salaries of employees are set at competitive levels, and bonuses are granted based on individual and Group performance. Other employee benefits include provident fund, insurance and medical cover, subsidised educational and training programmes. The Group does not have any option plans.

As the Group’s policy is not to engage in licensing or franchising shop operations, training of frontline personnel is of the highest priority. On the mainland, where demand for training is the most acute, considerable resources have been put into setting training teams to conduct in-house programmes. Different tools such as web-based and externally conducted courses are deployed. In the first half 876 staff members have received training.

In order to enrich their experience and broaden their vision, selected frontline staff from the mainland and Taiwan are brought to Hong Kong for an intensive exchange. As the programme expands, Hong Kong staff will be selected to visit the mainland and Taiwan.

外匯風險管理

本集團認為其外匯風險很小。本集團的外匯風險主要在人民幣、新台幣、歐羅及日元；外匯風險管控方法是採用外幣債務為手上同幣資產融資。於2006年6月30日，不計人民幣之外幣借款約為5,000,000港元，人民幣借款為88,000,000人民幣（2005年12月31日：76,000,000人民幣），作為中國內地營運資金。

集團大部分資產及負債、收入及付款均以港元及美元結算。

資產抵押

本公司為其附屬公司取得銀行及其他信貸提供擔保。本集團為部份銀行融資提供的抵押品包括賬面淨值達140,000,000港元（2005年12月31日：142,000,000港元）之物業，與60,000,000港元之上市股份（2005年12月31日：87,000,000港元）。於2006年6月30日，本集團之銀行貸款及黃金借貸總額分別為110,000,000港元（2005年12月31日：98,000,000港元）及109,000,000港元（2005年12月31日：126,000,000港元）。

人力資源

本集團除聯營公司外在中國內地、台灣、香港及澳門共有2,349位僱員。僱員薪金按市場水平釐定，獎金按個人及集團整體表現發放。其他員工福利包括公積金、保險及醫療保障、進修資助及培訓計劃。本集團沒有任何認購股權計劃。

由於集團政策不會以特許經營或加盟方式經營分店，因此集團對前線人員的培訓至為重視。於中國內地培訓需求甚殷，故已投放相對多資源成立培訓隊伍進行內部培訓；現已採用不同培訓模式，如網上教學及參與外界舉辦之各種課程。上半年共有876名員工接受培訓。

集團選派內地及台灣前線員工到港交流，藉以爭取經驗及擴闊視野。隨著交流計劃擴展，香港員工亦會被安排前往內地及台灣作交流。

CORPORATE GOVERNANCE

The Group recognises the importance of transparency and accountability to shareholders. The Board continually reviews and enhances its corporate governance practices to ensure that they meet shareholders' expectation and comply with the relevant standards.

Throughout the period under review, the Company has complied with the Corporate Governance Code as set out in Appendix 14 of the Listing Rules.

Corporate Governance Practices

The corporate governance practices adopted by the Company during the six months ended 30 June 2006 are in line with those as set out in the Corporate Governance Report of the 2005 Annual Report (the "2005 CG Report").

Certain provisions of the Company's Bye-Laws have been amended so as to be convergent with the corporate governance practices adopted by the Company. Approved by the shareholders at the annual general meeting held on 17 May 2006, were changes to the provisions relating to the voting manner at shareholders' meeting and the retirement arrangement for directors appointed to fill a casual vacancy.

The Board and the Board Committees

As at 30 June 2006, the composition of the Board was as follows:

Executive Directors 執行董事

Dr. CHOW Kwen Lim
Chairman
周君廉博士，主席

Mr. Vincent CHOW Wing Shing
Group General Manager
周永成先生，集團總經理

Dr. Gerald CHOW King Sing
周敬成醫生

Mr. Winston CHOW Wun Sing
Group Deputy General Manager
周允成先生，集團副總經理

Non-executive Directors 非執行董事

Mr. CHOW Kwen Ling
Honorary Chairman
周君令先生，名譽董事長

Mr. Stephen TING Leung Huel
丁良輝先生

Mr. CHUNG Pui Lam
鍾沛林先生

企業管治

本集團一向確認透明度及問責對股東之重要性。董事會將持續檢討及提升其企業管治常規，以確保彼等符合股東之期望及遵守有關標準。

於整段中期報告涵蓋期內，本公司已遵守上市規則附錄14所載之企業管治守則。

企業管治常規

截至2006年6月30日止六個月內，本公司所採納之企業管治常規與2005年報內企業管治報告所載者（「2005企業管治報告」）貫徹一致。

本公司附例之若干條文已修訂，以配合本公司所採納之企業管治常規。於2006年5月17日舉行之股東週年大會上，已獲股東批准之修訂為更改有關於股東大會上投票模式及為填補臨時空缺而獲委任董事之退任安排的條文。

董事會及董事會委員會

於2006年6月30日，董事會成員如下：

Independent Non-executive Directors 獨立非執行董事

Mr. LEE Ka Lun
李家麟先生

Dr. CHAN Bing Fun
陳炳勳醫生

Mr. LO King Man
盧景文先生

The compositions of the Audit Committee, Remuneration Committee and Nomination Committee remain the same as set out in the 2005 CG Report.

審核委員會、薪酬委員會及提名委員會之成員與2005企業管治報告所載者相同。

Full descriptions of the operation and responsibilities of the Board and the three Committees can be found in the 2005 CG Report.

The Audit Committee has reviewed with the management the unaudited financial statements of the Group for the six months ended 30 June 2006 prior to recommending them to the Board for approval.

Model Code for Securities Transactions

The Company has adopted the Model Code for Securities Transactions by Directors (the "Model Code") as set out in Appendix 10 of the Listing Rules as the Company's code of conduct regarding directors' securities transactions. Upon specific enquiries, all directors confirmed their compliance with the required standards as set out in the Model Code. Details of the directors' interests in shares of the Company as at 30 June 2006 are set out on page 21 of this interim report.

Relevant employees who are likely to be in possession of unpublished price-sensitive information of the Group are also subject to compliance with written internal guidelines on no less exacting terms than the Model Code.

Internal Control

The Board is responsible for ensuring that adequate internal controls are in place to safeguard the Company's assets and manage risks. The internal control system detailed in the 2005 CG Report is in place during the period under review.

Based on the representations made by the management, the plan and the report of the Group's internal audit department, the Audit Committee and the Board are satisfied that:

- an ongoing process is in place to identify, evaluate and manage the significant risks faced by the Group; and
- a proper system of internal control is in place, and has been subject to adequate review during the period.

董事會及三個委員會運作與職責之詳細說明，請參閱2005企業管治報告。

於建議董事會批准本集團截至2006年6月30日止六個月之未經審核財務報告前，審核委員會已與管理人員審閱有關財務報告。

證券交易之標準守則

本公司已採納上市規則附錄10所載有關董事進行證券交易的標準守則（「標準守則」），作為本公司董事進行證券交易之行為守則。經特別諮詢後，全體董事確認彼等均遵守標準守則所載之規定標準。於2006年6月30日，董事持有本公司股份權益之詳情載於本中期報告第21頁。

有關員工可能擁有本集團尚未公布之股價敏感資料，亦需遵守一套內部指引，其內容不比標準守則寬鬆。

內部管控

董事會負責確保公司有足夠內部管控，以保障公司資產及管理風險。於中期報告涵蓋期內，本公司已採用2005企業管治報告所詳述之內部管控系統。

根據管理人員作出之聲明，以及本集團內部稽核部提供之計劃及報告，審核委員會及董事會信納：

- 現有持續程序以識別、評估及管理本集團所面對之重大風險；及
- 現有妥善之內部管控系統，其已於期內獲充分檢討。

OTHER INFORMATION

其他資料

Directors' interests in shares

As at 30 June 2006, the interests of the directors in the issued share capital of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code were as follows:

Long positions:

董事於股本之權益

於2006年6月30日，按《證券及期貨條例》第352條本公司須予保存之名冊內所記錄，或根據標準守則必須向本公司及香港聯合交易所有限公司（「聯交所」）具報之權益，各董事於本公司或其相聯法團（定義見《證券及期貨條例》第XV部）擁有已發行股本中之權益如下：

好倉：

Name of directors	Number of shares held					Total	Percentage of the Company's issued share capital 佔本公司已發行股本百分比 (%)
	Personal interest	Family interest	Corporate interest	Trustee interest	持股數目		
董事姓名	個人權益	家族權益	公司權益	信託人權益	總數		
Mr. CHOW Kwen Ling	周君令先生	—	—	49,846,732 ⁽⁴⁾	—	49,846,732	8.28
Dr. CHOW Kwen Lim	周君廉博士	—	—	—	137,591,595 ⁽¹⁾	137,591,595	22.86
Dr. CHAN Bing Fun	陳炳勳醫生	1,320,000	—	—	—	1,320,000	0.22
Mr. Vincent CHOW Wing Shing	周永成先生	—	—	—	137,591,595 ⁽¹⁾	137,591,595	22.86
Dr. Gerald CHOW King Sing	周敬成醫生	19,687,680	94,398 ⁽³⁾	—	84,000,000 ⁽²⁾	103,782,078	17.24
Mr. Winston CHOW Wun Sing	周允成先生	7,681,104	76,800 ⁽³⁾	—	95,616,000 ⁽²⁾	103,373,904	17.17
Mr. LO King Man	盧景文先生	38,000	—	—	—	38,000	0.01

Please refer to the explanatory notes in the section headed "Substantial shareholders' and other persons' interests in shares and underlying shares".

請參考「主要股東及其他人士於股本及相關股本之權益」之附註。

Save as disclosed above, as at 30 June 2006, none of the directors had registered an interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations that was required to be recorded pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

除上文披露外，於2006年6月30日，各董事概無於本公司或其任何相聯法團股份、相關股份或債券中擁有根據《證券及期貨條例》第352條規定須予以記錄或根據標準守則必須向本公司及聯交所具報之權益或淡倉。

Directors' rights to acquire shares or debentures

At no time during the period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company granted to any director or their respective spouse or minor children, or were any such rights exercised by them; or was the Company or any of its subsidiaries a party to any arrangement to enable the directors to acquire such rights in any other body corporate.

董事購買股份或債券之權利

期內概無授予任何董事或其各自之配偶或年幼子女可購入本公司股份或債券而獲益之權利；或由彼等行使任何該等權利；或由本公司或其任何附屬公司安排致令董事可於任何其他法人團體獲得該等權利。

OTHER INFORMATION
其他資料

Substantial shareholders' and other persons' interests in shares and underlying shares

As at 30 June 2006, the interests of those persons in the issued share capital of the Company as recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO were as follows:

Long positions:

Names	Capacity and nature of interest	Number of ordinary shares held	Percentage of the Company's issued share capital 佔本公司已發行股本百分比 (%)
姓名或名稱	身份及權益性質	持有普通股數目	
Everwin Company Limited	Beneficial Owner 實益持有人	137,591,595 ⁽¹⁾	22.86
Cititrust (Jersey) Limited	Trustee 信託人	137,591,595 ⁽¹⁾	22.86
HSBC International Trustee Limited	Trustee 信託人	84,190,800 ⁽²⁾	13.99
HSBC Trustee (Cook Islands) Limited	Trustee 信託人	70,038,000 ⁽²⁾	11.64
Happy Inc.	Beneficial Owner 實益持有人	66,000,000	10.96
Happy Family Limited 快樂家庭有限公司	Beneficial Owner 實益持有人	49,846,732 ⁽⁴⁾	8.28
Top Fit Investments Limited	Beneficial Owner 實益持有人	42,000,000 ⁽²⁾	6.98

Notes:

- (1) 137,591,595 shares in the Company were held by Everwin Company Limited, a company beneficially owned by a discretionary trust of which Dr. CHOW Kwen Lim and Mr. Vincent CHOW Wing Shing were among the beneficiaries. The trustee of the trust was Cititrust (Jersey) Limited and, accordingly, the shares in which Everwin Company Limited was shown to be interested were also included in which Cititrust (Jersey) Limited was shown to be interested. Dr. CHOW Kwen Lim and Mr. Vincent CHOW Wing Shing, and their respective spouse, were deemed to have interests in the 137,591,595 shares in the Company.
- (2) 84,000,000 shares in the Company were held by a discretionary trust of which Dr. Gerald CHOW King Sing and Mr. Winston CHOW Wun Sing were the beneficiaries. The trustee of the trust was HSBC Trustee (Cook Islands) Limited, which owned the interests in the Company through the following companies:

Name of companies 公司名稱	Number of shares held 股份數目
Top Fit Investments Limited	42,000,000
Blossom Investments Limited	21,000,000
Speed Star Holdings Limited	21,000,000

主要股東及其他人士於股本及相關股本之權益

於2006年6月30日，根據《證券及期貨條例》第336條，本公司須予保存之權益名冊記錄內擁有本公司已發行股本人士之權益如下：

好倉：

Number of ordinary shares held	Percentage of the Company's issued share capital 佔本公司已發行股本百分比 (%)
持有普通股數目	
137,591,595 ⁽¹⁾	22.86
137,591,595 ⁽¹⁾	22.86
84,190,800 ⁽²⁾	13.99
70,038,000 ⁽²⁾	11.64
66,000,000	10.96
49,846,732 ⁽⁴⁾	8.28
42,000,000 ⁽²⁾	6.98

附註：

- (1) Everwin Company Limited 擁有本公司 137,591,595 股股份，該公司由一項全權信託實益擁有，周君廉博士及周永成先生為該信託之其中受益人。Cititrust (Jersey) Limited 為該信託之信託人，因此，Everwin Company Limited 之股份權益亦包括在 Cititrust (Jersey) Limited 之權益內。周君廉博士及周永成先生及彼等各自之配偶均被視為擁有本公司 137,591,595 股股份權益。
- (2) 一項全權信託擁有本公司 84,000,000 股股份，周敬成醫生及周允成先生為該信託之受益人。HSBC Trustee (Cook Islands) Limited 為該信託之信託人，其透過下列公司擁有本公司權益：

Substantial shareholders' and other persons' interests in shares and underlying shares (continued)

Accordingly, the shares in which Top Fit Investments Limited was shown to be interested were also included in which HSBC Trustee (Cook Islands) Limited was shown to be interested.

The interests of HSBC Trustee (Cook Islands) Limited was duplicated by the interests of HSBC International Trustee Limited.

Remark: As at 30 June 2006, the last notification form received by the Company from HSBC Trustee (Cook Islands) Limited was dated 18 January 2005. Therefore, the number of shares held by this company as shown in the register of substantial shareholders' interests has not taken into account of its bonus shares entitlement, which was issued by the Company on 18 June 2005.

- (3) 70,398 shares and 24,000 shares in the Company were owned by Dr. Gerald CHOW King Sing's spouse and minor children, respectively. Accordingly, Dr. Gerald CHOW King Sing and his spouse were deemed to have interests in the 84,094,398 shares and 103,711,680 shares in the Company, respectively.

52,800 shares and 24,000 shares in the Company were owned by Mr. Winston CHOW Wun Sing's spouse and minor children, respectively. Accordingly, Mr. Winston CHOW Wun Sing and his spouse were deemed to have interests in the 95,692,800 shares and 103,321,104 shares in the Company, respectively.

- (4) 49,846,732 shares in the Company were held by Happy Family Limited, in which Mr. CHOW Kwen Ling and his spouse owned 40% of the equity interest. Mr. CHOW Kwen Ling and his spouse were deemed to have interests in the 49,846,732 shares in the Company.

Save as disclosed above, as at 30 June 2006, no person, other than the directors of the Company, whose interests are set out in the section "Directors' interests in shares" above, had registered an interest or short position in the shares or underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO.

PURCHASE, REDEMPTION OR SALE OF THE COMPANY'S LISTED SECURITIES

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the period.

主要股東及其他人士於股本及相關股本之權益 (續)

因此，Top Fit Investments Limited之股份權益亦包括在HSBC Trustee (Cook Islands) Limited之權益內。

HSBC Trustee (Cook Islands) Limited持有之權益與HSBC International Trustee Limited持有之權益重疊。

備註：於2006年6月30日，本公司自HSBC Trustee (Cook Islands) Limited收到之最後通知日期為2005年1月18日。因此，此公司於主要股東權益名冊所示之持股數目並未計入彼在本公司於2005年6月18日發行之紅股中享有之權益。

- (3) 周敬成醫生之配偶及年幼子女分別持有本公司70,398股及24,000股股份。因此，周敬成醫生及其配偶分別被視為擁有本公司84,094,398股及103,711,680股股份權益。

周允成先生之配偶及年幼子女分別持有本公司52,800股及24,000股股份。因此，周允成先生及其配偶分別被視為擁有本公司95,692,800股及103,321,104股股份權益。

- (4) 快樂家庭有限公司持有本公司49,846,732股股份，周君令先生及其配偶共同擁有快樂家庭有限公司40%之股本權益。周君令先生及其配偶被視為擁有本公司49,846,732股股份權益。

除上文披露外，於2006年6月30日，除以上「董事於股本之權益」部份涉及之本公司董事外，並無其他人士於本公司股份或相關股份中登記持有根據《證券及期貨條例》第336條須予記錄之權益或淡倉。

購買、贖回或出售本公司之上市證券

期內本公司或其任何附屬公司概無購買、贖回或出售任何本公司之上市證券。

OTHER INFORMATION

其他資料

DIVIDEND

At the Company's annual general meeting held on 17 May 2006, the shareholders approved the final dividend of HK12 cents per share for the year ended 31 December 2005 to be distributed to shareholders whose names appeared on the register of members of the Company on 17 May 2006. The final dividend amounting to HK\$72,230,000 was paid on 5 June 2006.

The Board has declared an interim dividend of HK7 cents (2005: HK5 cents) per ordinary share for the six months ended 30 June 2006 payable to shareholders whose names appear on the register of members of the Company on 20 September 2006. Dividend warrants will be posted to shareholders on 28 September 2006.

CLOSURE OF REGISTER

The register of members of the Company will be closed from Friday, 15 September 2006 to Wednesday, 20 September 2006, both days inclusive, during such period no transfer of shares will be registered. To ensure entitlement to the interim dividend, shareholders are reminded to lodge their transfers not later than 4:00 p.m. on Thursday, 14 September 2006 with the Company's branch registrars, Tengis Limited at 26/F, Tesbury Centre, 28 Queen's Road East, Hong Kong.

By order of the Board

Chow Kwen Lim

Chairman

Hong Kong, 30 August 2006

股息

本公司於2006年5月17日舉行之股東週年大會上，股東通過派發截至2005年12月31日止年度之末期股息每股12港仙予於2006年5月17日名列於本公司股東名冊上之股東。末期股息72,230,000港元已於2006年6月5日派發。

董事會宣布派發截至2006年6月30日止六個月之中期股息每股普通股7港仙(2005年：5港仙)予於2006年9月20日名列本公司股東名冊之股東。股息支票將於2006年9月28日寄發予股東。

截止過戶

由2006年9月15日(星期五)至2006年9月20日(星期三)止，首尾兩天包括在內，本公司將暫停辦理股份過戶登記手續。如欲享有獲派發中期股息權利，股東須於2006年9月14日(星期四)下午4時前將過戶文件送達本公司股份過戶登記分處登捷時有限公司辦理過戶手續，地址為香港皇后大道東28號金鐘匯中心26樓。

承董事會命

主席

周君廉

香港，2006年8月30日

Remarks: The Company's principal registrars is Butterfield Fund Services (Bermuda) Limited at Rosebank Centre, 11 Bermudiana Road, Pembroke, HM 08, Bermuda.

備註：本公司之股份過戶登記總處為Butterfield Fund Services (Bermuda) Limited, 地址為Rosebank Centre, 11 Bermudiana Road, Pembroke, HM 08, Bermuda。