

Investor

Investment Service Centre

Listed Companies Information

WANG ON GROUP<01222> - Results Announcement

Wang On Group Limited announced on 16/12/2005:

(stock code: 01222)

Year end date: 31/03/2006

Currency: HKD

Auditors' Report: N/A

Interim report reviewed by: Audit Committee

	(Unaudited) Current Period from 01/04/2005 to 30/09/2005 Note ('000)	(Unaudited) Last Corresponding Period from 01/04/2004 to 30/09/2004 ('000) (Restated)
Turnover	: 137,273	144,015
Profit/(Loss) from Operations	: 36,098	14,125
Finance cost	: (6,444)	(1,870)
Share of Profit/(Loss) of Associates	: (10,000)	(2,071)
Share of Profit/(Loss) of Jointly Controlled Entities	: N/A	N/A
Profit/(Loss) after Tax & MI	: 11,278	7,663
% Change over Last Period	: +47	%
EPS/(LPS)-Basic (in dollars)	: 0.0565	0.0446
-Diluted (in dollars)	: 0.0531	0.0445
Extraordinary (ETD) Gain/(Loss)	: N/A	N/A
Profit/(Loss) after ETD Items	: 11,278	7,663
Interim Dividend per Share	: 3.0 cents	3.0 cents
(Specify if with other options)	: N/A	N/A

B/C Dates for

Interim Dividend : 04/01/2006 to 06/01/2006 bdi.

Payable Date : 16/01/2006

B/C Dates for (-)

General Meeting : N/A
Other Distribution for : N/A
Current Period

B/C Dates for Other

Distribution : N/A

Remarks:

1. ACCOUNTING POLICIES

The Hong Kong Institute of Certified Public Accountants has issued a number of new Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations, herein collectively referred to as the new HKFRSs, which are generally effective for accounting periods beginning on or after 1 January 2005. The Group has early adopted the following new HKFRSs in the financial statements for the year ended 31 March 2005:

HKFRS 3 Business Combinations
HKAS 36 Impairment of Assets
HKAS 38 Intangible Assets
HKAS 40 Investment Property
HK-Int 3 "Revenue - Pre-completion Contracts for the Sale of
Development Properties"

The condensed consolidated interim financial statements are prepared in accordance with HKAS 34 "Interim Financial Reporting". The accounting policies and basis of preparation adopted in the preparation of the interim financial statements are the same as those used in the annual financial statements for the year ended 31 March 2005, except in relation to the following new and revised HKFRSs not yet previously early adopted by the Group and are adopted for the first time for the current period's financial statements:

HKAS 1 Presentation of Financial Statements
HKAS 2 Inventories
HKAS 7 Cash Flow Statements
HKAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
HKAS 10 Events after the Balance Sheet Date
HKAS 12 Income Taxes
HKAS 16 Property, Plant and Equipment

HKAS 17 Leases
 HKAS 18 Revenue
 HKAS 19 Employee Benefits
 HKAS 21 The Effects of Changes in Foreign Exchange Rates
 HKAS 23 Borrowing Costs
 HKAS 24 Related Party Disclosures
 HKAS 27 Consolidated and Separate Financial Statements
 HKAS 28 Investments in Associates
 HKAS 32 Financial Instruments: Disclosure and Presentation
 HKAS 33 Earnings per Share
 HKAS 37 Provisions, Contingent Liabilities and Contingent Assets
 HKAS 39 Financial Instruments: Recognition and Measurement
 HKFRS 2 Share-based Payment
 HK(SIC)-Int 21 Income Taxes - Recovery of Revalued Non-depreciable Assets
 HK-Int 4 Leases - Determination of the Length of Lease Term in respect of Hong Kong Land Leases

2. SUMMARY OF THE IMPACT OF CHANGES IN ACCOUNTING POLICIES

Effect on opening balance of total equity at 1 April:

Following the adoption of the HKFRSs, the opening balances of the following accounts were adjusted. The details of the prior period adjustment and opening adjustment are summarised as follows:

2005		2004			
Equity component of convertible notes (Unaudited) HK\$'000	Retained profits (Unaudited) HK\$'000	Equity component of convertible notes (Unaudited) HK\$'000	Retained profits (Unaudited) HK\$'000	Equity component of convertible notes (Unaudited) HK\$'000	Retained profits (Unaudited) HK\$'000
		Total	Total	Total	Total

Effect of new policy
(Increase/(decrease)) Notes

Prior period adjustment:

HKAS 32

- Convertible notes	1(a)(ii)				
10,903	(630)	10,273	-	-	-

Opening adjustment:

HKAS 39

- Convertible notes

due from an					
associate	1(a)(i)				
-	(3,530)	(3,530)	-	-	-

Total effect at 1 April					
10,903	(4,160)	6,743	-	-	-

Effect on profit after tax for the six months ended 30 September:

The following table summarises the impact on profit after tax for the six months ended 30 September 2005 and 2004 upon the adoption of the new HKFRSs. As no retrospective adjustments have been made for the adoption of HKAS 39, the amounts shown for the six months ended 30 September 2004 may not be comparable to the amount shown for the current interim period.

2005		2004			
Equity holders of the parent	Minority interests	Equity holders of the parent	Minority interests	Total	Total
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000

Effect of new policy
(Increase/(decrease)) Notes

HKAS 32					
-	Convertible notes	1(a)(ii)			
(1,966)	-	(1,966)	-	-	-

HKAS 39					
-	Convertible notes				
	due from an				
	associate	1(a)(i)			
620	-	620	-	-	-

Total effect for the period					
(1,346)	-	(1,346)	-	-	-

Effect on earnings per share:

Basic

(HK0.67 cents)	-	
=====		=====
Diluted		
(HK0.63 cents)	-	
=====		=====

3. Earnings per share

The calculation of basic earnings per share for the period is based on the profit attributable to equity holders of the parent of HK\$11,278,000 (2004: HK\$7,663,000 as restated), and the weighted average of 199,467,390 (2004: 171,984,439 as adjusted for the bonus issue during the period) ordinary shares in issue during the period, as adjusted to reflect the bonus issue during the period.

The calculation of diluted earnings per share is based on the net profit attributable to equity holders of the parent of HK\$11,278,000 (2004: HK\$7,663,000 as restated). The weighted average number of ordinary shares used in the calculation is 199,467,390 (2004: 171,984,439 as adjusted for the bonus issue during the period) ordinary shares in issue during the period, as used in the basic earnings per share calculation; and the weighted average of 13,104,234 (2004: 309,311 as adjusted for the bonus issue during the period) ordinary shares assumed to have been issued at no consideration on deemed exercise of all the share options during the period.

The basic and diluted earnings per share for the period ended 30 September 2004 has been adjusted to take into account of the effect of bonus issue of shares during the period ended 30 September 2005.