

**The Greater China Fund, Inc. Reports Earnings and Holdings****29 Aug 2006****NEW YORK, N.Y., August 29, 2006**

The Greater China Fund, Inc. (the "Fund") (NYSE: GCH), a closed-end, non-diversified management investment company seeking long-term capital appreciation, today announced its investment results for the second quarter and six months ended June 30, 2006.

	<b>2006</b>	<b>2005</b>
Net Assets	\$310 703 680	\$230 775 877
Shares Outstanding	16 795 188	12 597 503
Net Asset Value ("NAV")	\$18.50	\$18.32
Market Price	\$17.88	\$16.30
Discount to NAV	(3.35)%	(11.03)%

	<b>Quarter Ended June 30,</b>	
	<b>2006</b>	<b>2005</b>
Net Investment Income	\$2 423 646	\$2 658 236
Per Share	\$0.14	\$0.21
Net Realized and Unrealized Gain/(Loss)	(\$8 580 694)	\$2 656 673
Per Share	(\$0.51)	\$0.21

	<b>Six Months Ended June 30,</b>	
	<b>2006</b>	<b>2005</b>
Net Investment Income	\$1 853 025	\$2 201 461
Per Share	\$0.11	\$0.17
Net Realized and Unrealized Gain	\$58 191 449	\$12 140 029
Per Share	\$3.46	\$0.97

**Allocation of Net Assets**

Equities:	
Hong Kong	28.7%
China	61.3%
Taiwan	4.6%
	94.6%
Investment Company	2.8%
Short-Term Investment	2.3%
	99.7%
Cash and other assets, less liabilities	0.3%
Net Assets	100.0%

**Top Ten Equity Holdings**

Representing 33.8% of net assets

- Zijin Mining Group Co. Ltd. "H"
- PetroChina Co. Ltd. "H"
- China Life Insurance Co. Ltd. "H"
- Guangzhou R&F Properties Co. Ltd. "H"
- Angang New Steel Co. Ltd. "H"
- Foxconn International Holding Ltd.
- Hon Hai Precision Industry Co. Ltd.
- Jiangxi Copper Co. Ltd. "H"
- Ports Design Ltd.
- Kingboard Chemical Holdings Ltd.

The Fund's investment manager is Baring Asset Management (Asia) Limited.

(END)

>> [Back to the main press releases page](#)