

The Board of Directors (the "Directors") of TravelSky Technology Limited (the "Company") is pleased to announce the unaudited interim results of the Company and its subsidiaries (the "Group") for the six months ended June 30, 2001 prepared in accordance with International Accounting Standards.

## **CONDENSED CONSOLIDATED BALANCE SHEET**

### **(UNAUDITED)**

*AS AT JUNE 30, 2001*

*(Amounts expressed in thousands of Renminbi)*

	Note	June 30, 2001	December 31, 2000
<b>ASSETS</b>			
Property, plant and equipment, net	6	434,466	281,944
Intangible assets, net		9,368	-
Investments in associated companies		8,640	6,424
		452,474	288,368
<b>Current assets</b>			
Cash and cash equivalents		656,935	584,729
Short-term bank deposit		1,195,753	27,406
Accounts receivable, net	7	47,891	56,284
Inventories		7,262	9,680
Prepayments and other current assets		19,510	31,362
Due from related parties		307,712	229,845
		2,235,063	939,306
<b>Total assets</b>		<b>2,687,537</b>	<b>1,227,674</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Paid in capital	9	888,158	577,304
Capital surplus		1,114,808	167,506
Statutory reserves	5	53,034	25,202
Retained earnings		181,061	-
		2,237,061	770,012
<b>Minority interests</b>		<b>34,168</b>	<b>32,735</b>
<b>Current liabilities</b>			
Accounts payable and accrued liabilities	8	111,655	65,158
Deferred revenue		5,535	8,380
Due to related parties		35,914	6,682
Dividends payable		124,051	124,051

Taxes payable	139,153	220,656
	416,308	424,927
<b>Total equity and liabilities</b>	<b>2,687,537</b>	<b>1,227,674</b>