

Auditors' Report



ANDERSEN

Arthur Andersen & Co
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Hong Kong

TO THE SHAREHOLDERS OF BEIJING CAPITAL INTERNATIONAL AIRPORT COMPANY LIMITED

(Incorporated in the People's Republic of China with Limited Liability)

We have audited the accompanying balance sheet of Beijing Capital International Airport Company Limited (the "Company") and consolidated balance sheet of the Company and its joint ventures and subsidiaries (hereinafter collectively referred to as the "Group") as at 31 December 2001, and the related consolidated statements of income, changes in equity and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Company and of the Group as at 31 December 2001, and the Group's results of operations and cash flows for the year then ended in accordance with International Financial Reporting Standards, as published by the International Accounting Standards Board, and comply with the disclosure requirements of the Hong Kong Companies Ordinance.

ARTHUR ANDERSEN & CO

Certified Public Accountants

Hong Kong,
18 April 2002

