

The Board of Directors of Beijing North Star Company Limited (the "Company") is pleased to announce the unaudited interim results of the Company and its subsidiaries (collectively the "Group") for the six months ended 30th June, 2002 as set out below:

## Condensed Consolidated Profit and Loss Account

For the six months ended 30th June, 2002

		(Unaudited)	
		Six months ended 30th June,	
	Note	2002 Rmb'000	2001 Rmb'000
Turnover	2	871,844	969,122
Cost of sales		(589,038)	(683,780)
Gross profit		282,806	285,342
Operating costs		(91,683)	(94,895)
Administrative expenses		(82,155)	(92,970)
Operating profit	3	108,968	97,477
Net finance income	4	15,218	17,928
Share of loss of a jointly controlled entity		(1,393)	(714)
Profit before taxation		122,793	114,691
Taxation	5	(29,099)	(15,391)
Profit after taxation		93,694	99,300
Minority interests		(1,196)	3,915
Profit attributable to shareholders		92,498	103,215
2001 final dividend paid of Rmb0.030 per share (2000 final dividend paid: Rmb0.025 per share)	6	56,011	46,675
2002 interim, proposed of Rmb nil per share (2001 interim, proposed of Rmb nil per share)		—	—
Basic earnings per share	7	Rmb0.050	Rmb0.055