

CONDENSED CONSOLIDATED INCOME STATEMENT (UNAUDITED)

FOR THE SIX MONTHS ENDED JUNE 30, 2003

(Amounts expressed in thousands of Renminbi, except per share data)

	Note	Six months ended June 30 2003	2002
Revenues:			
Electronic travel distribution		205,004	257,336
Airport passenger processing		103,475	114,111
Data network		78,525	82,433
Others		24,826	20,876
Total revenues		411,830	474,756
Business taxes and other surcharges		(14,379)	(15,415)
Net revenues		397,451	459,341
Operating expenses:			
Depreciation and amortisation		(61,475)	(68,265)
Network usage		(31,752)	(27,526)
Personnel		(60,490)	(46,093)
Operating lease rentals		(19,965)	(18,522)
Technical support and maintenance fees		(19,602)	(13,994)
Commission and promotion expenses		(35,084)	(26,333)
Other operating expenses		(39,739)	(54,617)
Total operating expenses		(268,107)	(255,350)
Operating profit		129,344	203,991
Financial income, net		15,043	25,485
Share of results of associated companies		5,573	3,998
Other (expenses) income, net		(640)	2,062
Profit before taxation and minority interests	2	149,320	235,536
Taxation	3	(11,593)	(1,191)
Income before minority interests		137,727	234,345
Minority interests		(2,139)	3,187
Net profit		135,588	237,532
Earnings per share, basic and diluted (RMB)	4	0.15	0.27