

The board of directors (the “Board”) of BEP International Holdings Limited (the “Company”) presents herewith the interim report and condensed financial statements of the Company and its subsidiaries (collectively, the “Group”) for the six months ended 30 September 2005. The consolidated income statement, consolidated cash flow statement and consolidated statement of changes in equity of the Group for the six months ended 30 September 2005, and the consolidated balance sheet as at 30 September 2005 of the Group, all of which are unaudited and condensed, along with selected explanatory notes, are set out on pages 3 to 14 of this report.

## CONDENSED CONSOLIDATED INCOME STATEMENT

		For the six months ended 30 September	
		2005 (unaudited) HK\$'000	2004 (unaudited) HK\$'000
	Notes		
Turnover	3	126,365	107,382
Cost of sales		<u>(117,796)</u>	<u>(101,809)</u>
Gross profit		8,569	5,573
Other revenue	3	108	127
Selling and distribution costs		(3,418)	(3,527)
Administrative expenses		<u>(11,159)</u>	<u>(10,577)</u>
Loss from operations	4	(5,900)	(8,404)
Finance costs	5	<u>(1,210)</u>	<u>(518)</u>
Loss before taxation		(7,110)	(8,922)
Income tax	6	<u>–</u>	<u>11</u>
Loss for the period attributable to equity holders of the Company	14	<u><u>(7,110)</u></u>	<u><u>(8,911)</u></u>
Loss per share			
– Basic	8	<u><u>(2.96 cents)</u></u>	<u><u>(3.71 cents)</u></u>
– Diluted	8	<u><u>N/A</u></u>	<u><u>N/A</u></u>