

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 2006. 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 2006 and the consolidated balance sheet as at 30 September 2006 of the Group, all of which are unaudited and condensed, along with selected explanatory notes, are set out on pages 3 to 16 of this report.

## CONDENSED CONSOLIDATED INCOME STATEMENT

		<b>For the six months ended 30 September</b>	
		<b>2006</b>	2005
		<b>(unaudited)</b>	(unaudited)
	<i>Notes</i>	<b>HK\$'000</b>	HK\$'000
<b>Turnover</b>	2	<b>186,566</b>	126,365
<b>Cost of sales</b>		<b>(168,942)</b>	(117,796)
<b>Gross profit</b>		<b>17,624</b>	8,569
<b>Other revenue</b>		<b>295</b>	108
<b>Selling and distribution costs</b>		<b>(4,328)</b>	(3,418)
<b>Administrative expenses</b>		<b>(10,574)</b>	(11,159)
<b>Profit/(Loss) from operations</b>	3	<b>3,017</b>	(5,900)
<b>Finance costs</b>	4	<b>(1,755)</b>	(1,210)
<b>Profit/(Loss) before taxation</b>		<b>1,262</b>	(7,110)
<b>Income tax</b>	5	<b>-</b>	-
<b>Profit/(Loss) for the period attributable to equity holders of the Company</b>	14	<b>1,262</b>	(7,110)
<b>Earnings/(Loss) per share</b>			
– Basic	7	<b>0.53 cents</b>	(2.96 cents)
– Diluted	7	<b>N/A</b>	N/A