China Huiyuan Juice Group Limited
中國滙源果汁集團有限公司 *

(incorporated in the Cayman Islands with limited liability)

Stock Code: 1886

Interim Report 2007

* For identification purpose only

Company Profile

Huiyuan Juice is one of the leading fruit and vegetable juice producers in China. Huiyuan Juice markets the majority of its products under its primary trademark 汇源, which has been designated as a "PRC Famous Trademark" and a "PRC Famous Brand Product" by the PRC government. Huiyuan Juice currently produces fruit juices, vegetable juices, mixed fruit and vegetable juices and other beverages, and offers a wide range of beverages with a selection of different flavours and packaging sizes and types to consumers. Huiyuan Juice categorizes its juice products into three categories based on juice concentration: 100% juices, nectars and juice drinks. Huiyuan Juice has a leading market position in 100% juices and nectars in terms of both sales revenue and sales volume based on industry data for the first half of 2007. In the 100% juice segment, its market share far exceeds all the competitors. Huiyuan Juice sells most of its products in China and also exports a small selection of its products mainly to the United States and Southeast Asia.

Company Mission

Leverage on the abundant production of fresh fruits and vegetables in China to build the local fruit and vegetable juice market, cultivate a juice drinking habit, and promote juice as part of a healthy diet to benefit the consumers.

Contents

Corporate Information

Board of Directors

Executive Directors
Mr. ZHU Xinli *(Chairman)*
Mr. JIANG Xu
Mr. LU Changqing

Non-executive Directors
Mr. SUN Qiang Chang
Mr. QIN Peng

Independent Non-executive Directors
Mr. WANG Bing
Ms. ZHAO Yali
Mr. TSUI Yiu Wa, Alec
Mr. SONG Quanhou

Joint Company Secretaries
Mr. NG Yuk Keung
Mr. LU Changqing

Qualified Accountant
Mr. NG Yuk Keung *(HKICPA, FCCA, ACA)*

Authorized Representatives
Mr. LU Changqing
304# Unit 2, Building 3, Huiyuan Apartment
Beixiaoying Town, Shunyi District
Beijing, PRC

Mr. NG Yuk Keung *(HKICPA, FCCA, ACA)*
Flat E, 3/F, BLK 6
Castello, Shatin, Hong Kong

Financial Management and Audit Committee
Mr. TSUI Yiu Wa, Alec *(Chairman)*
Mr. SUN Qiang Chang
Mr. WANG Bing

Remuneration and Nomination Committee
Mr. QIN Peng *(Chairman)*
Mr. TSUI Yiu Wa, Alec
Mr. WANG Bing

Registered Office
Scotia Centre
4th Floor
P.O. Box 2804
George Town, Grand Cayman
Cayman Islands

Head Office
Huiyuan Road, Beixiaoying Town, Shunyi District
Beijing, PRC

Registered Address in Hong Kong
Level 16, Cheung Kong Center
2 Queen's Road Central, Hong Kong

Company Website
www.huiyuan.com.cn

Principal Share Registrar and Transfer Office
Butterfield Fund Services (Cayman) Limited
Butterfield House
68 Fort Street, P.O. Box 705
George Town, Grand Cayman
Cayman Islands

Hong Kong Branch Share Registrar and Transfer Office
Computershare Hong Kong Investor Services Limited
Shops 1712–1716, 17th Floor
Hopewell Centre, 183 Queen's Road East
Wanchai, Hong Kong

Auditors
PricewaterhouseCoopers
Certified Public Accountants
22/F, Prince's Building
Central, Hong Kong

Listing Exchange Information
Place of listing: Main Board of The Stock Exchange of Hong Kong Limited
Stock Code: 1886
Board lot: 500 shares

Principal Bankers

JP Morgan

ABN AMRO Bank

Bank of Communications
Hong Kong Branch

Bank of China
Huairou Sub-Branch

Bank of Communications
Huaiying Sub-Branch

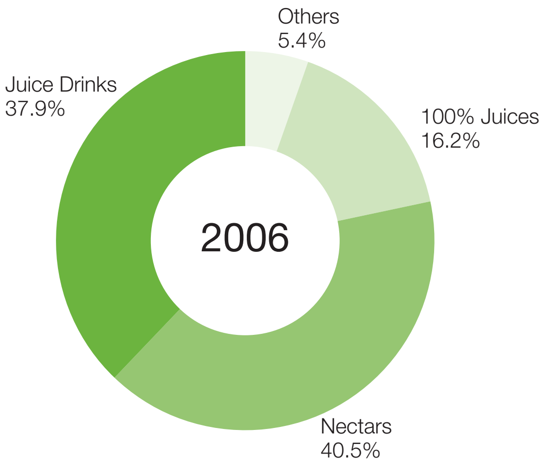
Financial Highlights

	For the 6 months ended 30 June (RMB million)		
	2007	2006	Change %
Sales	**1,365.2**	1,081.6	26.2
Cost of sales	**861.9**	718.0	20.1
Gross profit	**503.3**	363.6	38.4
Operating profit	**225.2**	151.7	48.5
Profit before taxation	**367.5**	115.7	217.6
Profit attributable to equity holders	**342.8**	110.4	210.5
EBITDA	**490.0**	218.0	124.8
Earnings per share (RMB) (Note) — basic	**0.271**	0.133	103.8
— diluted	**0.258**	0.133	94.0

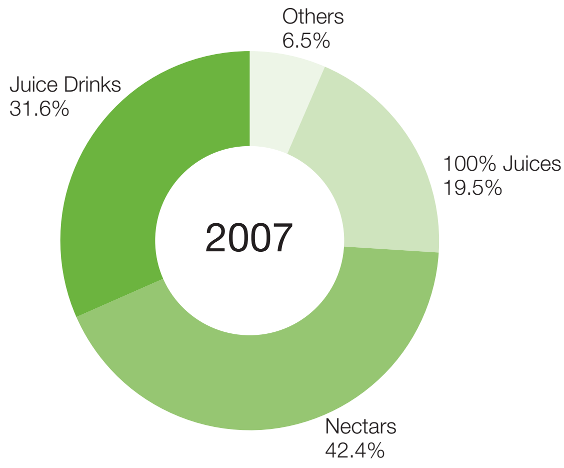
Note: Please refer to Note 24 to the Condensed Consolidated Interim Financial Information for the calculation of earnings per share.

Sales By Product

For the 6 months ended 30 June 2006



For the 6 months ended 30 June 2007



Financial Highlights

Financial ratio

	For the 6 months ended 30 June		
	2007	2006	Change
Return on capital	**8.3%**	6.9%	20.3%
Return on assets	**5.1%**	3.0%	70.0%
Gearing ratio (total debt/total equity) (Note 1)	**46.7%**	53.5%	-12.7%

Operating ratio (Note 2)

	As at 30 June 2007	As at 31 December 2006	Change
Turnover of finished goods	**17 days**	16 days	1 days
Turnover of raw materials	**140 days**	148 days	-8 days
Turnover of trade receivables	**38 days**	27 days	11 days
Turnover of trade payables	**51 days**	69 days	-18 days

Note 1: The total debt includes total borrowings of RMB623.9 million as at 30 June 2007 (as at 30 June 2006: RMB851.4 million) and convertible bonds of RMB1,308.2 million as at 30 June 2007 (as at 30 June 2006: nil).

Note 2: The turnover of finished goods as at 30 June 2007 is calculated as the balance of finished goods as at 30 June 2007 divided by cost of sales for the six months ended 30 June 2007 multiplied by 182.5 days (365 divided by 2).

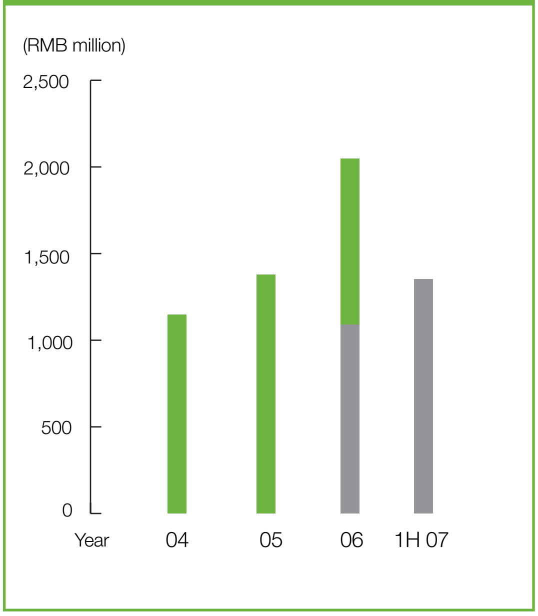
The turnover of raw materials as at 30 June 2007 is calculated as the balance of raw materials as at 30 June 2007 divided by raw materials used for the six months ended 30 June 2007 multiplied by 182.5 days (365 divided by 2).

The turnover of trade receivables as at 30 June 2007 is calculated as the balance of trade receivables as at 30 June 2007 divided by sales for the six months ended 30 June 2007 multiplied by 182.5 days (365 divided by 2).

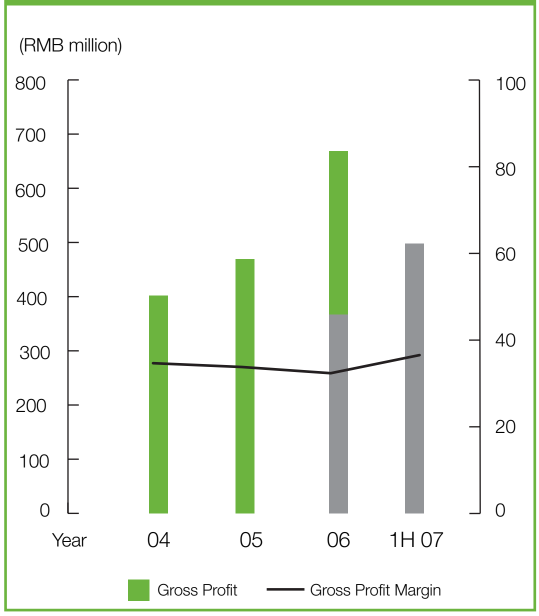
The turnover of trade payables as at 30 June 2007 is calculated as the total balance of trade payables to third parties and bill payables as at 30 June 2007 divided by cost of sales for the six months ended 30 June 2007 multiplied by 182.5 days (365 divided by 2).

Financial Highlights

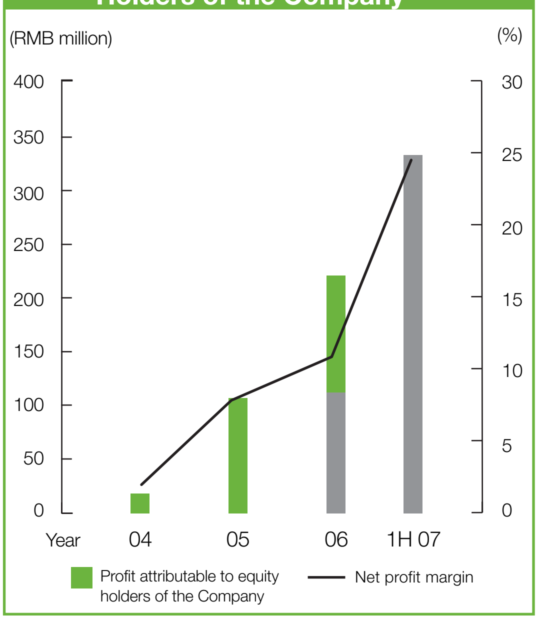
Sales



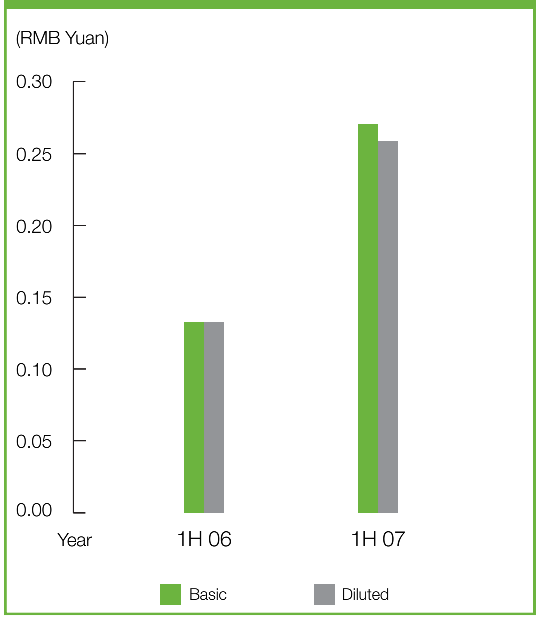
Gross Profit



Profit Attributable to Equity Holders of the Company



Earnings per Share



Management Discussion and Analysis

Market Review

Market Review of the China Juice Beverage Market

The juice beverage market in China continued to experience significant growth in the first half of 2007 and the fruit and vegetable juices category continues to be the fastest growing soft drink category in China during the same period. In the first half of 2007, fruit and vegetable juice beverages were the second largest sector by value after carbonates, and is expected to experience a faster growth rate compared to carbonates for the period between 2005 and 2010. In volume terms, China sold 1.22 billion liters of fruit and vegetables juices in the first half of 2007, representing a 11.7% increase compared to the first half of 2006. Euromonitor expects the China fruit and vegetable juices market to grow at a 10.1% compound annual growth rate from 2006 to 7.8 billion liters in 2010. The fruit and vegetable juices beverage market can be divided into three segments, namely 100% juice, nectars and juice drinks.

The growth in China's juice beverage market is primarily driven by increasing consumer demand. Increase in urban population and disposable income, and increasing consumer affluence and sophistication, continue to drive the demand for natural and healthy beverage products such as fruit and vegetable juices. The rapid development of extensive distribution chains in the form of supermarkets, hypermarkets and convenience stores also make the juice beverage more accessible to the mass market, which has resulted in growing consumption of juice products in China. The growth of the juice beverage market is concentrated in the urban areas of Eastern China and Southern China in particular where we have focused on the expansion of our distribution network.

The following table shows the market shares of the top ten 100% juices, nectars and juice drinks brands in China for the first half of 2007 as extracted from AC Nielsen's report in July 2007. According to AC Nielsen's report, nectars are juice beverage with juice content of 26–99% and juice drinks are juice beverages with juice content of 25% and below.

	Market Share	
For the first half of 2007	**Volume (%)**	**Value (%)**
100% Juice		
Huiyuan Juice	46.0	40.8
Second ranked competitor	11.4	15.1
Third ranked competitor	10.5	10.3
Fourth ranked competitor	7.1	7.7
Fifth ranked competitor	5.6	4.6
Sixth ranked competitor	4.0	4.6
Next four competitors	5.4	6.7
26% — 99% Concentration		
Huiyuan Juice*	39.8	36.6
Second ranked competitor	38.8	36.4
Third ranked competitor	4.1	4.5
Fourth ranked competitor	3	2.3
Fifth ranked competitor	1.4	2.7
Sixth ranked competitor	1.2	1
Next two competitors	1.6	3.2

For the first half of 2007	Market Share Volume (%)	Market Share Value (%)
25% & Below Concentration		
First ranked competitor	32.3	30.6
Second ranked competitor	21.0	24.4
Third ranked competitor	20.1	18.2
Huiyuan Juice*	6.9	6.3
Fifth ranked competitor	4.7	4.5
Sixth ranked competitor	3.7	4.4
Seventh ranked competitor	1.3	1.1

* Huiyuan Juice includes Huiyuan "Gao Xian Mei", "Quan You" and "Zhen" series, sub-brands of Huiyuan.

Note: Nielsen information reflects estimates of market conditions based on samples, and is prepared primarily as a marketing research tool for consumer packaged goods manufactures and others in the consumer foods industry. This information should not be viewed as a basis for investments and references to Nielsen should not be considered as Nielsen's opinion as to the value of any security or the advisability of investing in the company.

Business Review

As the leading fruit and vegetable juice producer in the PRC, we benefited from the continuing growth of the domestic per capita disposable income, greater purchasing power, and stronger preference for natural healthy beverage among consumers. For the six months ended 30 June 2007, the Group recorded satisfactory performance.

According to AC Nielsen, for the first six months of 2007, we accounted for a 46% and 39.8% share of the PRC 100% juice and nectar markets respectively as compared to 44% and 37.5% respectively in the corresponding period last year. This reflected that the Group had not only secured its strong presence in 100% juice market in the PRC, but also had captured the No. 1 position in nectar market in the PRC. In addition, the Group had passed the reevaluation in April this year and was awarded the "State-Level Agricultural Leading Enterprise" jointly by Ministry of Agriculture, National Development and Reform Commission, Ministry of Finance and Ministry of Commerce.

Products

We currently produce and supply approximately 226 kinds of fruit and vegetable juice beverage products in order to satisfy different consumers' needs. These beverage products are divided into three categories according to juice concentration, which are 100% juices, nectars and juice drinks, thus offering a variety selection of flavors, package sizes and types.

100% Juices

Sales of 100% Juices increased by 50.5% to RMB265.2 million for the first half of the year, accounting for 19.5% of our total sales.

Nectars

Nectars continued to be our major source of income. Sales for the period increased by 32.4% to RMB579.5 million, accounting for 42.4% of the Group's total sales. The increase in sales was mainly due to our strive for new product development to cater for the ever-changing consumers' preferences. Last year, we launched "Guo Xian Mei" series to the market with the slogan of "Drink Guo Xian Mei for instant beauty". The series has successfully penetrated into the market of the target consumers who are the health and fitness-conscious young females.

Juice drinks

Juice Drinks are drinks with juice content of 25% or below. For the first six months of the year, sales of juice drinks grew by 5.3% to RMB431.3 million, accounting for 31.6% of the Group's total sales. According to AC Nielsen, we ranked no. 4 in the PRC juice drink market, and accounted for 6.9% of share by volume for the first half of 2007.

New products

New products development is an essential part to the Group's growth strategy. During the period under review, we launched various new product series, including fruit and vegetable "Huiyuan Quan You"(滙源全有) and "Huiyuan Xi Qing Juice"(滙源喜慶果汁)which is specially catered for celebratory occasions, as well as 100% juice "C 'Ta' V 'Ta'".

Production

The Group continued to optimize its product portfolio to meet the growth of sales and products. In June this year, through the acquisition of 100% equity interest in Jiangsu Huiyuan Food & Beverage Co. Ltd.(江蘇滙源食品飲料有限公司), which was originally designed for the production of fruits puree and bottling of milk, the Group further moved its fruit and vegetable juice production base to the vicinity of marketplace in order to strengthen the distribution capability in those strategic regions. As at 30 June 2007, the Group's designed annual production capacity reached 1.96 million tons.

Distribution

Apart from quality products and advanced production facilities, a comprehensive distribution network is also essential to sales. During the period under review, with its 2,350 distributors and 4,800 sub-distributors, Huiyuan further strengthened, upgraded and drove experienced sales representatives to assist and monitor the distributors in the services provision to our end retailers and in products promotion. During the period under review, we have recruited 1,538 new sales representatives, who further promoted the sales of various products. We have also built 200 sales offices in the first-half of 2007.

Branding and Marketing

In respect of branding , the Group has adopted advertising and promotional activities as its major marketing channels so as to enhance consumers' recognition towards Huiyuan and consolidate the awareness of our brand.

In respect of marketing, as TV media enabled us to have wider consumer coverage, we focused on the consolidation of advertising with sales opportunities. We took advantage of Chinese New Year and sponsored the programme "Voting for My Favorite Show in the New Year Party". As the "Chinese New Year Party" is the highest rating TV programme in PRC, it has helped push up our sales. In addition, we entered into strategic cooperation with MTV which, by associating our Huiyuan juice products with music, has made our brand known among young music lovers. We have also sponsored "China Team" in "32nd America's Cup", one of the top international sailing competitions, which enhanced Huiyuan's international image.

In May 2007, the Group ranked number one in the "Top 10 Food Brand for the PRC Public"(中國民眾十佳食品品牌)contest, reflecting the market recognition of our brand.

Community Activities

Apart from our efforts in brand building, we also emphasized our social responsibilities and obligation as a corporate citizen. We adhere to the corporate mission of "receive from society and contribute to society" and play a part in the society's well being. Huiyuan devoted resources in the area of consumers' right and sports. During the period under review, we actively took part in various activities that promotes consumers' rights protection. On 3 February 2007, the Group was awarded the Top 20 in "Peoples' Social Obligations 2006 Award" together with organisations including China National Petroleum Corporation, China Development Bank, State Grid Corporation of China and China Mobile.

Prospect and Development Strategy

The consistent growth of the PRC economy has further enhanced people's living standard, and the demand for juice products and their quality has increased. With the upcoming 2008 Olympic Games, all these factors would contribute to a continuous growth momentum for PRC beverage industry. The Group is optimistic about the industry prospect in the second half of the year.

With the significant potential in the PRC juice beverage market, we are well equipped to capture relevant and favourable opportunities. We committed to explore capital market in international financial market, and were successfully listed on the Main Board of the Hong Kong Stock Exchange on 23 February 2007. It has not only strengthened the Group's financial position, but also broadened the shareholder base and raised our recognition among the public.

We will keep in line with our strategies that were set out upon our listing. We will continue to develop in production capacity, product range and marketing channels. Plans include construction of new plants, strengthening of distribution network in strategic regions, enhancement of new products development, and consolidation of basis of raw material supply. The Group is planning to build five plants in North East China, North Central China, East Central China and Middle Central China, respectively, with a view to better leveraging on the proximity to the target markets and facilitating the strengthening of distribution network. For the new product development, we are currently collaborating with China Agricultural University to establish a research & development center.

In respect of the sales market, apart from the China market, we are also well prepared to explore overseas markets. We have registered the "Huiyuan" trademark in Hong Kong in June this year. Hong Kong, being a metropolitan city, is a hub of different consumer groups. Under the backdrop of the rapid growth of domestic consumers' demand in PRC and a series of grand celebrating activities including 2008 Olympic Games and 2009 the Sixtieth Anniversary of the founding of the PRC, together with our vigorous branding strategy, sales channels modification and huge production scale, we have great confidence in our long term development.

Operating Results

Overview

For the six months ended 30 June 2007, our net profit attributable to equity holders increased by 210.5% to RMB342.8 million from RMB110.4 million for the same period last year. Our turnover increased by 26.2% from RMB1,081.6 million for the first half of 2006 to RMB1,365.2 million for the first half of 2007. The improvement in our results of operations was primarily due to an increase in our total juice products sales volume and average selling prices. The interest income earned on the oversubscription payments of RMB206.8 million in our global offering of shares completed in February 2007 accounted for a significant portion of our increase in net profits.

Management Discussion and Analysis

Sales

Sales for the first six months ended 30 June 2007 of our core juice products, comprising 100% fruit juices, nectars and juice drinks, increased by 24.7% from RMB1,023.3 million in the first half of 2006 to RMB1,276.0 million for the first six months ended 30 June 2007 primarily as a result of strong growth in sales volume across all of our core juice products. The sales volume for our juice products increased by 13.5% from 356,071 tonnes in the first half of 2006 to 404,184 tonnes for the first six months ended 30 June 2007. In particular, our nectars continue to be our main revenue driver accounting for 45.4% of our total juice products sales and 46.6% of our total juice products sales volume for the first six months ended 30 June 2007. At the same time, our average selling prices increased by 9.9% for the first six months ended 30 June 2007 as compared to the first half of 2006.

Our sales of 100% fruit juices increased by 50.5% from RMB176.2 million in the first half of 2006 to RMB265.2 million for the first six months ended 30 June 2007, due to an increase of 25.2% in sales volume for the same period and a 20.2% increase in average selling price for juices in our 100% fruit juice category. The overall increase in sales of our 100% fruit juices was primarily due to a substantial increase in sales volume of both single serving and family-sized package products. Our overall sales volume increased because of better sales distribution through supermarkets and hypermarkets.

Our sales of nectars increased by 32.4% from RMB437.6 million in the first half of 2006 to RMB579.5 million for the first six months ended 30 June 2007 primarily due to a substantial increase of 27.0% in sales volume for the same periods and a 4.3% increase in average selling price for nectars. The increases were driven by increased sales volume of family-sized package products sold through our expanding network of supermarkets and hypermarkets and other distribution outlets as well as the introduction of new products.

Our sales of juice drinks increased by 5.3% from RMB409.5 million in the first half of 2006 to RMB431.3 million for the first six months ended 30 June 2007, primarily due to an increase of 24.6% in sales volume of our family-sized juice drinks compared with the same period of last year, partially offset by a decrease of 17.9% in sales volume of our smaller single-serving juice drinks, and an increase of 5.2% in average selling price.

Our sales of other beverage products increased by 53.1% from RMB58.3 million in the first half of 2006 to RMB89.2 million for the first six months ended 30 June 2007 as a result of an increase in sales of bottled water and bottled tea.

Cost of Sales

Cost of sales increased by 20.1% from RMB718.0 million in the first half of 2006 to RMB861.9 million for the first six months ended 30 June 2007 which was slightly lower as compared to our 26.2% increase in sales for the same period. The increase in cost of sales was primarily a result of increases in raw material costs due to our increased sales volume. The increase in our raw material costs was primarily because of (i) an increase of 52.8% in our costs of juice concentrates and purees from RMB136.7 million in the first half of 2006 to RMB208.9 million for the first six months ended 30 June 2007 due to an increase in our product volume and an increase of 28.1% in average price for imported juice concentrates, and (ii) an increase of 23.5% in our costs of packaging materials from RMB279.3 million in the first half of 2006 to RMB345.0 million for the first six months ended 30 June 2007 primarily due to an increase in our production volume, offset by a decrease of 22.9% in our costs of sugar from RMB86.5 million in the first half of 2006 to RMB66.7 million for the first six months ended 30 June 2007 primarily due to a decrease of 11.9% in average purchase price for sugar.

Gross Profit

Our gross profit increased by 38.4% from RMB363.6 million in the first half of 2006 to RMB503.3 million for the first six months ended 30 June 2007 due to our increased sales. Our gross profit margin increased from 33.6% in the first half of 2006 to 36.9% for the first six months ended 30 June 2007.

Other Income

Our other income increased significantly by 41.8% from RMB49.0 million in the first half of 2006 to RMB69.5 million for the first six months ended 30 June 2007 primarily as a result of the interest income earned on the proceeds from our global offering in February 2007.

Selling and Marketing Expenses

Our selling and marketing expenses increased by 41.2% from RMB206.4 million in the first half of 2006 to RMB291.5 million for the first six months ended 30 June 2007, primarily due to an increase in our advertising and promotional costs relating to our products which amounted to RMB221.3 million for the first six months ended 30 June 2007 as compared to RMB146.5 million in the first half of 2006. In particular, our advertising expenses increased by 29.1% from RMB89.9 million to RMB116.1 million as a result of our intensified advertising efforts. Increased salaries and benefits for our sales representatives, as well as an increase in headcount of our sales representatives to further develop and enhance our sales network, also contributed to the increase in our selling and marketing expenses.

Administrative Expenses

Administrative expenses slightly increased by 2.8% from RMB54.4 million in the first half of 2006 to RMB55.9 million for the first six months ended 30 June 2007.

Finance Costs

Finance costs increased by 79.4% from RMB36.0 million in the first half of 2006 to RMB64.6 million for the first six months ended 30 June 2007 primarily as a result of (i) an increase of 18.3% in our interest expenses on bank loans from RMB23.4 million in the first half of 2006 to RMB27.7 million for the first six months ended 30 June 2007 mainly due to the higher interest rate for the US$ 70 million syndicated term loan drawn down in January 2007 (the "Syndicated Loan") as compared to the interest rate for the short term loans denominated in RMB outstanding in 2006; (ii) an interest expense of RMB23.0 million on the Convertible Bonds for the period ended 30 June 2007; (iii) an increase of 222.6% in our foreign exchange loss from RMB6.2 million in the first half of 2006 to RMB20.0 million in the first half of 2007 mainly due to a loss incurred in the translation of the proceeds from our global offering, which was partially offset by a gain from the translation of Syndicated Loan and the Convertible Bonds from US$ to RMB and (iv) fair value change of conversion right of the Convertible Bonds of RMB6 million for the period ended 30 June 2007.

Income Tax Expenses

Income tax expenses increased by 316.0% from RMB5.9 million in the first half of 2006 to RMB24.7 million for the first six months ended 30 June 2007. The increase was due to an increase of our overall effective tax rate from 5.1% in the first half of 2006 to 15.4% for the first six months ended 30 June 2007 (excluding tax that is applicable to the interest income earned on the oversubscription payments in our global offering) as a result of the expiry of the half reduction preferential tax treatment for Shunyi Huiyuan and the full tax exemption for Shuangcheng Huiyuan, Luzhong Huiyuan, Xinyuan Huiyuan and Kaifeng Huiyuan.

Profit Attributable to Our Equity Holders

The profit for the first six months ended 30 June 2007 attributable to our equity holders increased by 210.5% from RMB110.4 million in the first half of 2006 to RMB342.8 million for the first six months ended 30 June 2007 as a result of (i) the increase in the sales of our core juice products; and (ii) the interest income of RMB206.8 million earned on the oversubscription payments in our global offering. Our margin for profit attributable to our equity holders increased from 10.2% in the first half of 2006 to 25.1% for the first six months ended 30 June 2007.

Liquidity and Capital Resources

Our working capital and other capital requirements were principally funded by operations, cash at hand, short term and long term bank borrowings and proceeds from placing and public offering of shares.

As at 30 June, 2007, we had total borrowings of RMB623.9 million representing an decrease of 28.6% as compared to that as at 31 December 2006. 8.7% of the borrowings are considered as current liabilities and repayable within one year, the remaining are repayable in five years. Euro denominated borrowings accounted for 11.9% of the total borrowings with the rest denominated in US dollar. Bank loans of RMB74.1 million was secured by assets of the Group. All borrowings are interest bearing bank loans on floating rate terms.

As at 30 June 2007, we had Convertible Bonds of RMB1,308.2 million. Gearing ratio (total debt including convertible bonds/total equity) of the Group was 46.7% as at 30 June 2007, representing a decrease of 12.7% as compared to 53.5% recorded in the first half of 2006.

Analysis on Turnover of Inventories, Trade Receivables and Trade Payables

Our inventories primarily consist of raw materials (including packaging materials, juice concentrates and purees, sugars and additives) and finished goods (including juices and other beverage products). Raw materials make up the majority of our inventory. Our raw materials turnover days during the six months ended 30 June 2007 are shorter as compared to 2006 as we normally stock up raw materials in the last quarter of a year to cater for the production in the peak season around the year end.

During the six months ended 30 June 2007, our turnover days for trade receivables increased to 38 days from 27 days during the year ended 31 December 2006 due to longer credit term granted to our selected key customers. Our turnover days for trade payables decreased to 51 days from 69 days during the year ended 31 December 2006 as a result of the early payments made by us during the first half of 2007 with a view of utilizing early payment discounts.

Contingent Liabilities

As at 30 June 2007, we did not have any outstanding contingent liabilities.

Off-balance Sheet Transactions

As at 30 June 2007, we had not entered into any off balance sheet transactions.

Pledge of Assets

As at 30 June 2007, the property, plant, equipment and land use right with net book value of RMB65.6 million of the Group were pledged to secure certain bank borrowings.

Capital Leases

As at 30 June 2007, we did not have any capital leases.

Foreign exchange rate risk

All of our transactions are mainly conducted in RMB, except for the purchase of certain juice concentrates from Brazil, Israel and the United States and the purchase of certain machine and equipment from overseas sources. As at 30 June 2007, 88.1% and 11.9% of our borrowings were denominated in US$ and Euro, respectively. The convertible bonds are also denominated in US$. Substantially all of our net proceeds from our global offering in February 2007 are in foreign currency, namely Hong Kong dollars. Fluctuations in exchange rates may adversely affect the value, translated or converted into RMB, of our net assets, earnings and any dividends we declare.

Employment and Emolument Policies

As at 30 June 2007, the Group has 8,003 employees. The emolument policy of the employees of the Group is set up by the Board on the basis of merit, qualifications and competence.

The emoluments payable to directors will depend on their respective contractual terms under their employment contracts or service agreements as approved by the Remuneration and Nomination Committee, having regard to the Company's operating results, individual performance and comparable market statistics. No director should determine his or her own remuneration.

In addition to basic salaries, the Company has adopted a Share Option Scheme as an incentive for directors and eligible employees. Details of the scheme are set out in note 15 to the financial statements.

Directors' Report

The directors of the Company present their report together with the condensed consolidated results of the Group for the six months ended 30 June 2007.

Interim Dividend

The Board did not recommend the payment of an interim dividend.

Financial Management and Audit Committee

The Company has a Financial Management and Audit Committee comprising, as at 30 June 2007, 2 independent non-executive directors, Mr. Tsui Yiu Wa, Alec (Chairman) and Mr. Wang Bing, and a non-executive director, Mr. Sun Qiang Chang. The Financial Management and Audit Committee has a written terms of reference in compliance with the Code on Corporate Governance Practices (the "**Corporate Governance Code**") as contained in Appendix 14 of the Hong Kong Listing Rules.

The Financial Management and Audit Committee has reviewed the accounting principles and practices adopted by the Group and has also reviewed auditing, internal control and financial reporting matters, including the review of the interim results for the six months ended 30 June 2007, together with the management and external auditor.

In addition, the Company's external auditor, PricewaterhouseCoopers, has performed an independent review of the unaudited condensed consolidated interim financial information for the six months ended 30 June 2007 in accordance with the International Standards on Auditing applicable to review engagements issued by the International Federation of Accountants. On the basis of their review, which does not constitute an audit, PricewaterhouseCoopers confirmed in writing that nothing has come to their attention which would cause them to believe that the interim financial information has not been properly prepared in accordance with the International Accounting Standard 34 "Interim Financial Reporting" in all material aspects.

Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures

As at 30 June 2007, the interests and short positions of the directors and chief executive of the Company in the share capital, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO), as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Hong Kong Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers as contained in Appendix 10 of the Hong Kong Listing Rules (the "**Model Code**"), were as follows:

Long positions

Number of shares held, capacity and nature of interest

Name of director	Personal Interest	Family Interest	Corporate Interest	Other Interest	Number of shares	Percentage of the Company's issued share capital
Mr. Zhu Xinli	0	0	610,000,000[a]	0	610,000,000	42.14%
Mr. Lu Changqing	700,000[b]	0		0	700,000	0.05%

Short positions

Number of shares held, capacity and nature of interest

Name of director	Personal Interest	Family Interest	Corporate Interest	Other Interest	Total shares	Percentage of the Company's issued share capital
Mr. Zhu Xinli	0	0	610,000,000[(a)(c)]	0	610,000,000	42.14%

Notes:

(a) These shares were beneficially owned by China Huiyuan Holdings which is 100% owned by Mr. Zhu Xinli. As Mr. Zhu Xinli is entitled to exercise more than one-third of the voting power at the general meetings of China Huiyuan Holdings, by virtue of the SFO, Mr. Zhu Xinli is deemed to be interested in the shares held by China Huiyuan Holdings;

(b) Number of shares subject to options granted under the Pre-IPO Share Option Scheme; and

(c) Pursuant to an agreement dated 23 September 2006 between Danone Asia and, among the other parties, Mr. Zhu Xinli, Huiyuan Holdings and China Huiyuan Holdings, following the completion of the six-month lock-up period from the Listing Date and for such period in which Danone Asia holds at least 66% of the shares of the Company acquired by it from China Huiyuan Holdings as a result of a share swap under the reorganization of the Company, each of Mr Zhu Xinli, Huiyuan Holdings and China Huiyuan Holdings, has agreed not to transfer, or agree to transfer, or engage in any negotiation for the sale or transfer of any of the shares of the Company to any third party purchaser unless the he/it shall first have offered such shares for purchase to Danone Asia. Under the same agreement, each of Mr. Zhu Xinli, Huiyuan Holdings, and China Huiyuan Holdings has also granted a right of first refusal to Danone Asia that if any of them receives a bona fide offer from any third party purchaser for any of his/its shares in the Company and in the event that he/it wishes to sell such shares to the third party purchaser, he/it shall be obliged to first offer to sell such shares to Danone Asia at the same price and on the same terms and conditions of the proposed purchase by the third party purchaser. The details of such agreement are described in the section headed "Our History and Development — Strategic Investor" in the Prospectus.

Save as disclosed above, as at the date of this report, none of the directors had registered an interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations that was required to be recorded pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Hong Kong Stock Exchange pursuant to the Model Code.

Directors' Rights to Acquire Shares

Save as disclosed in the paragraph headed "Directors' and chief executive's interests and short positions in shares, underlying shares and debentures" in this report, at no time during the six months ended 30 June 2007 was the Company or any of its subsidiaries a party to any arrangement to enable the directors or the chief executive of the Company or their respective associates to acquire benefits by means of the acquisition of shares in, or debt securities of, the Company or any of its associated company and none of the directors and chief executive, or their spouse and children under the age of 18, had any right to subscribe for the securities of the Company, or had exercised any such right during such period.

Share Option Schemes

The terms of the Pre-IPO Share Option Scheme and the Share Option Scheme were disclosed in the 2006 Annual Report and in the section headed "Share Option Scheme" in Appendix VII to the Prospectus.

1. Pre-IPO Share Option Scheme

As at 30 June 2007, the following options granted to the following members of the senior management of the Group under the Pre-IPO Share Option Scheme were outstanding:

Grantee	Position in Company	Number of options Granted during the period
Lu Changqing	Director and Joint Company Secretary	700,000
Ng Yuk Keung	Vice President, Chief Financial Officer and Joint Company Secretary	700,000
Matthew Gene Mouw	Vice President	700,000
Dong Ying	Financial Controller	300,000
Total		2,400,000

As all options granted under the Pre-IPO Share Option Scheme are not exercisable within the first six months from the Listing Date, no options were exercised during the period. Mr. Lu Changqing, the director, did not exercise any options granted under the Pre-IPO Share Option Scheme to the extent that the percentage of the shares in the public hands will be less than the public float requirements under the Hong Kong Listing Rules.

The options issued under the Pre-IPO Share Option Scheme represent approximately 0.17% of the Company's enlarged share capital as at 30 June 2007. If all options are exercised, this would have a dilutive effect on the shareholders of the Company of approximately 0.17%.

2. Share Option Scheme

The Share Option Scheme was approved by the resolution of the sole shareholder of the Company on 30 January 2007.

As at 30 June 2007, no option has been granted under the Share Option Scheme.

Dilutive Effect of the Convertible Bonds

If Warburg Pincus Funds Investor and other Bond Holders had fully converted their Convertible Bonds into the Ordinary Shares immediately after the global offering at a price of HK$5.1, i.e. at a 15% discount to the Offer Price, and assuming that the options granted under the Pre-IPO Share Option Scheme which were outstanding as at 30 June 2007 had been fully exercised, the public float relating to the global offering would have been diluted to 29.10% from 31.73%, prior to such conversion.

Substantial Shareholders' and Other Persons' Interests and Short Positions in Shares and Underlying Shares

As at 30 June 2007, so far as are known to the Board, the following parties were recorded in the register, kept by the Company pursuant to Section 336 of the SFO, as being directly or indirectly interested or deemed to be interested in 5% or more of the issued share capital of the Company:

Long positions

Name	Number of shares	Percentage of the Company's issued share capital
Mr. Zhu Xinli[a]	610,000,000	42.14%
Huiyuan Holdings[a]	610,000,000	42.14%
China Huiyuan Holdings[a]	610,000,000	42.14%
Danone[b]	337,497,501	23.32%
	610,000,000[c]	42.14%
Danone Asia[b]	337,497,501	23.32%
	610,000,000[c]	42.14%
Warburg Pincus[d]	100,007,572	6.91%
Warburg Pincus Funds Investor[d]	100,007,572	6.91%
ABN AMRO Holding N.V.[e]	98,979,706	6.84%
ABN AMRO Bank N.V.[e]	98,979,706	6.84%

Short positions

Name	Number of shares	Percentage of the Company's issued share capital
Mr. Zhu Xinli[a]	610,000,000[c]	42.14%
Huiyuan Holdings[a]	610,000,000[c]	42.14%
China Huiyuan Holdings[a]	610,000,000[c]	42.14%
Warburg Pincus[d]	98,979,705	6.84%
Warburg Pincus Funds Investor[d]	98,979,705	6.84%
ABN AMRO Holding N.V.[e]	98,979,706	6.84%
ABN AMRO Bank N.V.[e]	98,979,706	6.84%

Notes:

(a) Huiyuan Holdings is wholly owned by Mr. Zhu Xinli and China Hui Yuan Holdings is a wholly owned subsidiary of Huiyuan Holdings. Each of Mr. Zhu Xinli and Huiyuan Holdings is therefore deemed to be interested in the shares held by China Huiyuan Holding;

(b) Danone Asia is a strategic investor in the Company. Danone Asia is a wholly owned subsidiary of Danone. Danone is therefore deemed to be interested in the shares held by Danone Asia;

(c) Pursuant to an agreement dated 23 September 2006 between Danone Asia and, among the other parties, Mr. Zhu Xinli, Huiyuan Holdings and China Hui Yuan Holdings, following the completion of the six-month lock-up period from the Listing Date and for such period in which Danone Asia holds at least 66% of the shares of the Company acquired by it from China Hui Yuan Holdings as a result of a share swap under the restructuring of the Company, each of Mr Zhu Xinli, Huiyuan Holdings and China Hui Yuan Holdings, has agreed not to transfer, or agree to transfer, or engage in any negotiation for the sale or transfer of any of the shares of the Company to any third party purchaser unless the he/it shall first have offered such shares for purchase to Danone Asia. Under the same agreement, each of Mr. Zhu Xinli, Huiyuan Holdings, China Hui Yuan Holdings has also granted a right of first refusal to Danone Asia that if any of them receives a bona fide offer from any third party purchaser for any of his/its shares in the Company and in the event that he/it wishes to sell such shares to the third party purchaser, he/it shall be obliged to first offer to sell such shares to Danone Asia at the same price and on the same terms and conditions of the proposed purchase by the third party purchaser. The details of such agreement are described in the section headed "Our History and Development — Strategic Investor" in the Prospectus.

(d) Warburg Pincus Funds Investor is controlled by Warburg Pincus. Warburg Pincus is therefore deemed to be interested in the shares held by Warburg Pincus Funds Investor.

(e) ABN AMRO Bank N.V. had declared an interest in the same 98,979,706 Shares in which ABN AMRO Holding N.V. had declared an interest by virtue of ABN AMRO Holding N.V.'s shareholding in ABN AMRO Bank N.V..

Save as disclosed above, the directors are not aware of any persons who will be registered an interest or short positions in the shares or underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO.

Purchase, Sale or Redemption of Listed Securities

During the six months ended 30 June 2007, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the listed securities of the Company.

Corporate Governance

The Company places high value on its corporate governance practice and the Board firmly believes that a good corporate governance practice can improve accountability and transparency for the benefit of its shareholders.

The Company has adopted the Corporate Governance Code as its own code to govern its corporate governance practices. The Board will also review and monitor the practices of the Company from time to time with an aim to maintaining and improving a high standard of corporate governance practices.

In the six months ended 30 June 2007, the Company continued to apply most of the code provisions (the "**Code Provisions**") of the Corporate Governance Code. A summary of the deviations from the Code Provisions is set out as below:

Code Provision A2.1

The Code Provision A2.1 provides that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive officer should be clearly established and set out in writing.

At present, the positions of the chairman of the Board and the president (i.e., the chief executive officer) of the Company are held by Mr. Zhu Xinli. Although this deviates from the practice under the Code Provision A2.1, where the two positions should be held by two different individuals, Mr. Zhu has considerable and extensive experience in the juice and beverage industry and in enterprise operation and management in general. The Board believes that it is in the best interest of the Company to continue to have an executive chairman so the Board can benefit from his knowledge of the business and his capability in leading the Board in discussing the strategy and long-term development of the industry.

From a corporate governance point of view, the decisions of the Board are made collectively by way of voting and therefore the chairman of the Board should not be able to monopolize the voting result. The Board considers that the balance of power between the Board and the senior management can still be maintained under the current structure.

Code Provision A5.4

The Code Provision A5.4 provides that the Board should establish written guidelines on no less exacting terms than the Model Code for relevant employees in respect of their dealings in the securities of the Company. Notwithstanding that the Company did not establish such guidelines during the period under review, as at the date of this report, the Company has already had such guidelines in place.

Directors' Securities Transactions

The Company has adopted the Model Code as its own code to govern the directors' dealings in the securities of the Company. Upon receipt of specific enquiry from the Company, all directors have confirmed that they have complied with the required standards as set out in the Model Code regarding the directors' dealings in the securities of the Company.

On behalf of the board
Zhu Xinli
Chairman

Hong Kong, 10 September 2007

Condensed Consolidated Interim Balance Sheet

As at 30 June 2007

(All amounts in RMB thousands unless otherwise stated)

	Note	**Unaudited 30 June 2007 RMB'000**	Audited 31 December 2006 RMB'000
ASSETS			
Non-current assets			
Property, plant and equipment	*6*	**1,981,080**	1,805,945
Intangible assets	*7*	**328,616**	331,571
Land use rights	*8*	**263,461**	230,671
Deferred income tax assets		**24,186**	21,252
Total non-current assets		**2,597,343**	2,389,439
Current assets			
Inventories	*9*	**640,460**	522,834
Trade and other receivables	*10*	**652,937**	488,024
Restricted cash	*11,12*	**9,149**	5,341
Cash and cash equivalents	*12*	**2,817,214**	90,810
Total current assets		**4,119,760**	1,107,009
Total assets		**6,717,103**	3,496,448
EQUITY			
Capital and reserves attributable to the Company's equity holders			
Share capital	*13*	**112**	—
Share premium	*13*	**3,487,741**	—
Other reserves	*14*	**81,476**	1,283,661
Retained earnings	*14*	**563,683**	263,754
Total equity		**4,133,012**	1,547,415
LIABILITIES			
Non-current liabilities			
Borrowings	*16*	**569,481**	54,411
Deferred government grants		**65,642**	70,612
Long-term payable for property, plant and equipment		**10,234**	10,173
Long-term payable for license fee		**8,225**	10,592
Convertible bonds	*18*	**1,308,179**	—
Total non-current liabilities		**1,961,761**	145,788
Current liabilities			
Trade and other payables	*17*	**525,347**	931,664
Taxation payable		**16,458**	9,984
Deferred revenue		**26,080**	42,124
Borrowings	*16*	**54,445**	819,473
Total current liabilities		**622,330**	1,803,245
Total liabilities		**2,584,091**	1,949,033
Total equity and liabilities		**6,717,103**	3,496,448
Net current assets/(liabilities)		**3,497,430**	(696,236)
Total assets less current liabilities		**6,094,773**	1,693,203

The notes on pages 24 to 48 form an integral part of this condensed interim financial information.

Condensed Consolidated Interim Income Statement

For six months ended 30 June 2007

(All amounts in RMB thousands unless otherwise stated)

		Unaudited	
		Six months ended 30 June	
		2007	2006
	Note	**RMB'000**	RMB'000
Sales		**1,365,203**	1,081,550
Cost of goods sold	*20*	**(861,940)**	(717,978)
Gross profit		**503,263**	363,572
Other income	*19*	**69,473**	49,009
Selling and marketing expenses	*20*	**(291,533)**	(206,444)
Administrative expenses	*20*	**(55,959)**	(54,437)
Operating profit		**225,244**	151,700
Interest income from subscription monies from initial public offering of shares		**206,814**	—
Finance costs — net	*22*	**(64,596)**	(36,013)
Profit before income tax		**367,462**	115,687
Income tax expense	*23*	**(24,699)**	(5,937)
Profit for the period		**342,763**	109,750
Attributable to:			
Equity holders of the Company		**342,763**	110,378
Minority interest		**—**	(628)
		342,763	109,750
		RMB Cents	RMB Cents
Earnings per share for profit attributable to the equity holders of the Company, expressed in RMB cents per share	*24*		
— basic		**27.1**	13.3
— diluted		**25.8**	13.3

The notes on pages 24 to 48 form an integral part of this condensed interim financial information.

Condensed Consolidated Interim Statement of Changes in Equity

For six months ended 30 June 2007

(All amounts in RMB thousands unless otherwise stated)

		Unaudited Six months ended 30 June									
		Attributable to equity holders of the Company									
	Note	Share capital RMB'000 Note 13	Share premium RMB'000 Note 13	Capital reserve RMB'000	Statutory reserve fund RMB'000	Staff welfare funds RMB'000	Share-based compensation reserve RMB'000	Other reserves RMB'000	Retained earnings RMB'000	Minority interest RMB'000	Total equity RMB'000
Balance at 1 January 2007		**—**	**—**	**1,258,036**	**62,897**	**16,523**	**—**	**(53,795)**	**263,754**	**—**	**1,547,415**
Effect of reorganisation		**64**	**—**	**(64)**	**—**	**—**	**—**	**—**	**—**	**—**	**—**
Gross proceeds from placing and public offering of shares	*13*	**48**	**3,682,122**	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**3,682,170**
Share issuance costs		**—**	**(194,381)**	**—**	**—**	**—**	**—**	**53,795**	**—**	**—**	**(140,586)**
Deemed distribution to equity holders	*18*	**—**	**—**	**(1,300,806)**	**—**	**—**	**—**	**—**	**—**	**—**	**(1,300,806)**
Share-based payment expenses	*15*	**—**	**—**	**—**	**—**	**—**	**2,056**	**—**	**—**	**—**	**2,056**
Profit for the period		**—**	**—**	**—**	**—**	**—**	**—**	**—**	**342,763**	**—**	**342,763**
Transfer		**—**	**—**	**42,834**	**—**	**—**	**—**	**—**	**(42,834)**	**—**	**—**
Balance at 30 June 2007		**112**	**3,487,741**	**—**	**62,897**	**16,523**	**2,056**	**—**	**563,683**	**—**	**4,133,012**
Balance at 1 January 2006		—	—	1,440,349	27,473	16,523	—	—	71,063	58,245	1,613,653
Contribution by capital injection		—	—	74,011	—	—	—	—	6,504	—	80,515
Acquisition of equity interests from minority shareholders		—	—	27,016	—	—	—	—	—	(27,016)	—
Deemed distribution to equity holders		—	—	(180,927)	—	—	—	—	—	(30,601)	(211,528)
Profit/(Loss) for the period		—	—	—	—	—	—	—	110,378	(628)	109,750
Balance at 30 June 2006		—	—	1,360,449	27,473	16,523	—	—	187,945	—	1,592,390

The notes on pages 24 to 48 form an integral part of this condensed interim financial information.

Condensed Consolidated Interim Cash Flow Statement

For six months ended 30 June 2007

(All amounts in RMB thousands unless otherwise stated)

		Unaudited Six months ended 30 June	
	Note	**2007 RMB'000**	2006 RMB'000
Cash flows from operating activities			
Cash (used in)/generated from operations		**(316,367)**	577,736
Interest paid		**(24,521)**	(23,429)
Interest received		**33,734**	1,041
Income tax paid		**(12,029)**	(1,820)
Net cash (used in)/from operating activities		**(319,183)**	553,528
Cash flows from investing activities			
Acquisition of a subsidiary, net of cash acquired	*28*	**(101,312)**	—
Purchases of property, plant and equipment		**(201,216)**	(84,694)
Proceeds from sale of property, plant and equipment		**8,997**	33,214
Cash received on government grant		**3,500**	5,448
Purchase of land use rights		**(126,567)**	(13,124)
Decrease in loans/balances due from related parties		**—**	72,921
Increase in restricted cash		**(3,808)**	(3,805)
Net cash (used in)/from investing activities		**(420,406)**	9,960
Cash flows from financing activities			
Proceeds from banks and other financial institution borrowings		**633,286**	478,377
Proceeds from borrowings from related parties		**—**	53,041
Proceeds from issuance of shares		**3,487,789**	—
Interest income from subscription monies from initial public offering of shares		**206,814**	—
Capital injections from equity holders		**—**	80,515
Repayments of borrowings from bank and other financial institution		**(887,873)**	(396,205)
Repayments of borrowings from related parties		**—**	(125,960)
Distribution to equity holders		**—**	(211,526)
Net cash from/(used in) financing activities		**3,440,016**	(121,758)
Exchange gain on cash and cash equivalents		**25,977**	—
Net increase in cash and cash equivalents		**2,726,404**	441,730
Cash and cash equivalents at beginning of the period		**90,810**	25,994
Cash and cash equivalents at end of the period		**2,817,214**	467,724

The notes on pages 24 to 48 form an integral part of this condensed interim financial information.

(All amounts in RMB thousands unless otherwise stated)

1 General Information

China Huiyuan Juice Group Limited (the "Company") and its subsidiaries (together the "Group") are principally engaged in the manufacturing and sales of juice beverages in the People's Republic of China (the "PRC").

The Company was incorporated in the Cayman Islands on 14 September 2006 as an exempted company with limited liability under the Company Law (Cap. 22, Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The address of registered office is Scotia Centre, 4th Floor, P.O. Box 2804, George Town, Grand Cayman, Cayman Islands.

Pursuant to a group reorganisation (the "Reorganisation") which included exchange of shares to rationalise the structure of the Group in preparation for the listing of the Company's shares on the Main Board of The Stock Exchange of Hong Kong Limited, the Company acquired the entire issued share capital of Huiyuan Beijing Holdings Limited, Huiyuan Shanghai Holdings Limited and Huiyuan Chengdu Holdings Limited (the "BVI Companies"), the then holding companies of all other companies comprising the Group and consequently became the holding company of the Group. The Reorganisation was completed on 23 February 2007.

The Company's shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited on 23 February 2007.

This condensed consolidated interim financial information was authorised for issue by the Board of Directors of the Company on 10 September 2007.

2 Basis of Preparation

This condensed consolidated interim financial information for the six months ended 30 June 2007 has been prepared in accordance with IAS 34, 'Interim financial reporting'. The interim condensed consolidated financial report should be read in conjunction with the annual financial statements for the year ended 31 December 2006.

Prior to and following the Reorganisation, the Company and its subsidiaries were and are directly or indirectly controlled by the same shareholders. Accordingly, the Reorganisation has been accounted for as a reorganisation of businesses under common control in a manner similar to a uniting of interests. The condensed consolidated interim financial information of the Group for the six months ended 30 June 2007 including comparative figures have been prepared on the merger basis as if the Company has been the holding company of these companies comprising the Group since 1 January 2006, or since their dates of incorporation, or from the effective dates of acquisition or up to the effective dates of disposal.

In addition to the companies comprising the Group, the comparative financial information for the six months ended 30 June 2006 also includes the results of operation, cash flows and changes in equity of the following companies which were involved in the juice beverages business and were under common control and management with the other subsidiaries comprising the Group:

Name of company	Date of establishment	Place of incorporation	Issue and fully paid up capital
1 Beijing Huiyuan Juice & Beverage group Yichang Co., Ltd. ("Yichang")	10 June 1998	The PRC	RMB14,250,000
2 Huiyuan Beverage & Food Group Youyu Co., Ltd. ("Youyu")	12 January 1999	The PRC	RMB16,133,500
3 Beijing Huiyuan Beverage & Food Yanbian Co., Ltd. ("Yanbian")	19 July 2002	The PRC	RMB50,000,000

2 Basis of Preparation (continued)

These companies were majority owned by Beijing Huiyuan Beverage & Food Group Co., Ltd., a related company during the six months ended 30 June 2006, and have ceased business from 30 June 2006.

The following is the combined results of operations of the three companies that are included in this condensed consolidated interim financial information:

	Unaudited Six months ended 30 June	
	2007	2006
	RMB'000	RMB'000
Sales	**—**	14,103
Other gains, net	**—**	160
Operating profit	**—**	(938)
Finance costs — net	**—**	(1,554)
Income tax expenses	**—**	(15)
Loss for the period	**—**	(2,507)

The assets and liabilities of Yichang, Youyu and Yanbian as at 30 June 2006 were reflected as a deemed distribution to the equity holder in the condensed consolidated interim statement of changes in equity for the six months ended 30 June 2006.

3 Accounting Policies

The accounting policies applied in the preparation of the condensed consolidated interim financial information are consistent with those of the combined financial statements for the year ended 31 December 2006, as set out in the annual report of the Group for the year ended 31 December 2006.

In current period, the Group has applied, for the first time, the following new standards, which amendments to standards and interpretations are mandatory for financial year beginning on 1 January 2007. The adoption of the new standards has no material effect on the Group's financial statements.

- IFRS 7 Financial instruments: Disclosures, effective for annual periods beginning on or after 1 January 2007. IAS 1, Amendments to capital disclosures, effective for annual periods beginning on or after 1 January 2007. IFRS 7 introduces new disclosures relating to financial instruments. This standard does not have any impact on the classification and valuation of the Group's financial instruments. Management will comply with the disclosure requirements of IFRS 7 in the annual financial statements for the year ending 31 December 2007;

- IFRIC Int.7 Applying the Restatement Approach under IAS 29 Financial reporting in Hyperinflationary Economies, effective for annual periods beginning on or after 1 March 2006. This interpretation is not relevant to the Group's operations;

- IFRIC Int.8 Scope of IFRS 2, effective for annual periods beginning on or after 1 May 2006. IFRIC Int.8 requires consideration of transactions involving the issuance of equity instruments — where the identifiable consideration received is less than the fair value of the equity instruments issued — to establish whether or not they fall within the scope of IFRS 2. This interpretation has no impact on this unaudited condensed consolidated interim financial information;

3 Accounting Policies (continued)

- IFRIC Int.9 Reassessment of Embedded Derivatives, effective for annual periods beginning on or after 1 June 2006. IFRIC Int.9 requires an entity to assess whether an embedded derivative is required to be separated from the host contract and accounted for as a derivative when the entity first becomes a party to the contract. Subsequent reassessment is prohibited unless there is a change in the terms of the contract that significantly modifies the cash flows that otherwise would be required under the contract, in which case reassessment is required. This interpretation should not have a significant impact on the reassessment of embedded derivatives as the Group has already assessed its embedded derivative using principles consistent with IFRIC Int.9; and

- IFRIC Int.10 Interim Financial reporting and Impairment, effective for annual periods beginning on or after 1 November 2006. IFRIC Int.10 prohibits the impairment losses recognised in an interim period on goodwill, investments in equity instruments and investments in financial assets carried at cost to be reversed at a subsequent balance sheet date. This interpretation does not have any impact on this unaudited condensed consolidated interim financial information.

The following new standards, amendments to standards and interpretations have been issued but are not effective for 2007 and have not been early adopted:

- IFRIC Int.11 IFRS 2 — Group and Treasury Share Transactions, effective for annual periods beginning on or after 1 March 2007. IFRIC Int.11 addresses how to apply IFRS 2 Share-based Payments to share-based payment arrangements involving an entity's own equity instruments or equity instruments of another entity in the same group. Management is currently assessing the impact of this interpretation on the Group's financial statements;

- IFRIC Int.12 Service Concession Arrangements, effective for annual periods beginning on or after 1 January 2008. IFRIC Int.12 provides guidance on the accounting by operators in public-to-private service concession arrangements. As the Group does not participate in service concession arrangements, IFRIC Int.12 is not relevant to the Group's operations;

- IFRIC Int.13 Customer Loyalty Programmes, effective for annual periods beginning on or after 1 July 2008. IFRIC Int.13 requires award credits granted to customers to be accounted for as a separately identifiable component at fair value and deferred in recognition of revenue. Management is currently assessing the impact of this interpretation on the Group's financial statements;

- IFRS 8 Operating Segments, effective for annual periods beginning on or after 1 January 2009. IFRS 8 replaces IAS 14 Segment Reporting and specifies how an entity should report information about its operating segments in annual financial statements and , as a consequential amendment to IAS 34 Interim Financial Reporting, requires an entity to report selected information about its operating segments in interim financial information. This standard also sets out requirements for related disclosures about products and services, geographical areas and major customers. Management is in the process of assessing the impact of this accounting standard on the Group's financial statements; and

- IAS 23 (revised 2007) Borrowing Costs, effective for annual periods beginning on or after 1 January 2009. IAS 23 (revised 2007) removes the option of expensing the borrowing costs and requires an entity to capitalise borrowing costs attributable to qualifying assets. This revised standard should not have any significant impact on the Group's consolidated financial statements.

3 Accounting Policies (continued)

The following new accounting policy was adopted by the Group in the current period:

3.1 Convertible bonds

Convertible bonds issued by the Company that contain both a liability and embedded derivatives are classified separately into these respective items on initial recognition. Conversion rights that will be settled other than by the exchange of a fixed amount of cash or another financial assets for a fixed number of the Company's shares are conversion right derivatives. Redemption rights and interest settlement options at the option of holders which are not closely related to the host contract are also embedded derivatives and are accounted together with conversion right as a single embedded derivative. At the date of issue of the convertible bonds, the derivative is recognised at fair value, the host liability is recognised at the residual amount after deducting the fair value of derivative from the fair value of the convertible bonds as a whole.

In subsequent periods, the liability component of the convertible bonds is carried at amortised cost using the effective interest method. The conversion right derivative is measured at fair value with changes in fair value recognised in the consolidated income statement.

The liability component and the related embedded derivative of the conversion bond is presented as a separate line item on the face of the balance sheet as non-current liabilities.

4 Financial Risk Management

4.1 Financial risk factors

The activities of the Group expose it to a variety of financial risks: foreign exchange risk, credit risk, liquidity risk, cash flow and fair value interest rate risk, and capital risk. Risk management is carried out by core management team of the Group under policies approved by the Board of Directors.

(a) *Foreign exchange risk*

The Group's production depends on import of certain raw materials and the Group is exposed to foreign currency exchange risk arising from various currency exposures primarily with respect to the United States Dollar ("USD") and the Euro. The Group has not used any forward contracts or derivatives to hedge its exposure to foreign currency exchange risk.

(b) *Credit risk*

The Group has no significant concentrations of credit risk. Most of the Group's sales are settled in cash or by cheque by its customers on delivery of goods. Credit sales are made only to selected long-term customers. The Group has policies in place to ensure that trade receivables are followed up on a timely basis.

(c) *Liquidity risk*

Prudent liquidity risk management implies maintaining sufficient cash and cash equivalents, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions. Unused proceeds from fund raising through issuance of shares or borrowings will be put in short-term deposits with banks in Hong Kong and the PRC. The Group's objective is to maintain adequate cash and cash equivalents and committed credit lines to ensure sufficient and flexible funding is available to the Group.

4 Financial Risk Management (continued)

4.1 Financial risk factors (continued)

(d) *Cash flow and fair value interest rate risk*

The Group's income and operating cash flows are substantially independent of changes in market interest rates. As at each balance sheet dates, substantially all of the Group's borrowings were carried at market lending rates. The Group has not used any interest rate swaps to hedge its exposure to interest rate risk.

(e) *Capital risk management*

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Group monitors capital on the basis of the debt-to-equity ratio. This ratio is calculated as the total of borrowings (including convertible bonds) divided by capital and reserves attributable to equity holders of the company.

As at 30 June 2007, the debt-to-equity ratio was 46.7% (31 December 2006: 56.5%).

4.2 Fair value estimation

The face values less any estimated credit adjustments for the Group's financial assets and liabilities with a maturity of less than one year, including cash at bank and in hand, time deposits, trade and notes receivable and other receivables, trade payables and other payables are assumed to approximate their fair values. The fair value of financial assets and liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate available to the Group for similar financial instruments.

5 Segment Reporting

No business segment information of the Group is presented as the Group's revenue, expenses, assets, liabilities and capital expenditure are primarily attributable to the manufacture and sales of juice and other beverage products. The Group's principal market is the PRC and its sales to overseas customers contributed to less than 10% of the revenues and results. Also, less than 10% of the Group's total assets are located outside the PRC. Accordingly, no geographical segment is presented.

6 Property, Plant and Equipment

	Unaudited RMB'000
Six months ended 30 June 2007	
Opening net book amount at 1 January 2007	**1,805,945**
Acquisition of a subsidiary	**138,769**
Additions	**109,791**
Disposals	**(8,660)**
Depreciation charge	**(64,765)**
Closing net book amount at 30 June 2007	**1,981,080**
Six months ended 30 June 2006	
Opening net book amount at 1 January 2006	1,779,496
Additions	103,818
Distribution to equity holders	(41,060)
Disposals	(32,193)
Depreciation charge	(65,884)
Closing net book amount at 30 June 2006	1,744,177

(a) Depreciation expenses have been charged to condensed consolidated interim income statement as follows:

	Unaudited Six months ended 30 June	
	2007 RMB'000	2006 RMB'000
Cost of goods sold	**54,895**	55,477
Selling and marketing expenses	**4,881**	4,772
Administrative expenses	**4,989**	5,635
	64,765	65,884

(b) Property, plant and equipment pledged as security for bank loans were as follows:

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Net book value of property, plant and equipment pledged	**63,315**	89,647
Corresponding borrowings	**71,602**	127,580

7 Intangible Assets

	Unaudited			
	Goodwill	**Trademark**	**License right**	**Total**
	RMB'000	RMB'000	RMB'000	RMB'000
Six months ended 30 June 2007				
Opening net book amount at 1 January 2007	**164,232**	**159,126**	**8,213**	**331,571**
Acquisition of a subsidiary	**1,835**	**—**	**—**	**1,835**
Amortisation	**—**	**(3,334)**	**(1,456)**	**(4,790)**
Closing net book amount at 30 June 2007	**166,067**	**155,792**	**6,757**	**328,616**
Six months ended 30 June 2006				
Opening net book amount at 1 January 2006	164,232	165,057	—	329,289
Additions	—	—	11,863	11,863
Amortisation	—	(2,965)	(1,826)	(4,791)
Closing net book amount at 30 June 2006	164,232	162,092	10,037	336,361

Amortisation of intangible assets has been charged to administrative expenses in the condensed consolidated interim income statement.

8 Land Use Rights

	Unaudited
	RMB'000
Six months ended 30 June 2007	
Opening net book amount at 1 January 2007	**230,671**
Acquisition of a subsidiary	**32,113**
Additions	**2,951**
Amortisation	**(2,274)**
Closing net book amount at 30 June 2007	**263,461**
Six months ended 30 June 2006	
Opening net book amount at 1 January 2006	88,007
Additions	2,038
Disposals	(778)
Amortisation	(1,841)
Closing net book amount at 30 June 2006	87,426

8 Land Use Rights (continued)

(a) Amortisation of land use rights have been charged to the condensed consolidated interim income statement as follows:

	Unaudited Six months ended 30 June	
	2007	2006
	RMB'000	RMB'000
Cost of goods sold	**(1,614)**	(1,307)
Administrative expenses	**(660)**	(534)
	(2,274)	(1,841)

(b) Land use rights pledged as security for borrowing were as follows:

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Net book value of land use rights pledged	**2,250**	5,011
Corresponding borrowings	**2,544**	7,132

9 Inventories

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Raw materials	**561,343**	462,844
Finished goods	**79,117**	59,990
	640,460	522,834

As at 30 June 2007 and 31 December 2006, inventories carried at net realisable value amounted to approximately RMB2,720,000 and RMB15,603,000, respectively.

10 Trade and Other Receivables

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Trade receivables	**281,497**	155,189
Related parties (a) (note 27(b)	**9,603**	12
Third parties (a)	**279,165**	163,063
Provision for impairment of receivables	**(7,271)**	(7,886)
Other receivables	**18,755**	96,331
Related parties (note 27(b))	**—**	82,979
Third parties	**18,755**	13,352
Prepayments of raw materials and others	**288,919**	181,728
Related parties (note 27(b))	**197,707**	57,472
Third parties	**91,212**	124,256
Bills receivable — third parties	**63,766**	54,776
	652,937	488,024

(a) There is no concentration of credit risk with respect to trade receivables, as the Group has a large number of customers, which are widely dispersed within the PRC. Majority of the Group's sales are settled in cash or by cheque on delivery of goods. The remaining amounts are with credit terms of 90 — 270 days. As at 30 June 2007 and 31 December 2006, the ageing analysis of the trade receivables was as follows:

— Third parties

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Within 3 months	**137,940**	105,361
Between 4 and 6 months	**98,992**	42,277
Between 7 and 12 months	**41,305**	15,287
Between 1 and 2 years	**928**	138
	279,165	163,063

— Related parties

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Within 3 months	**9,573**	—
Between 4 and 6 months	**19**	—
Between 7 and 12 months	**—**	—
Between 1 and 2 years	**—**	—
Over 3 years	**11**	12
	9,603	12

11 Restricted Cash

Restricted cash comprised bank deposits for maintenance of banking facilities and settlement of notes payable.

12 Cash and Cash Equivalents

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Cash at banks and cash in hand		
Denominated in RMB	**1,165,034**	92,671
Denominated in other currencies	**1,661,329**	3,480
	2,826,363	96,151
Less: restricted cash (note 11)	**(9,149)**	(5,341)
	2,817,214	90,810

The conversion of Renminbi denominated balances into foreign currencies and the remittance of such foreign currencies denominated bank balances and cash out of the PRC are subject to relevant rules and regulations of foreign exchange control promulgated by the PRC government.

13 Share Capital and Share Premium

	Number of shares of USD 0.00001 each (Thousands)	**Share capital** RMB'000	**Share premium** RMB'000	**Total** RMB'000
At 1 January 2007				
Shares issued to the existing shareholders (a)	828,425	64	—	64
Shares issued pursuant to the Global Offering (b, c)	619,073	48	3,682,122	3,682,170
Listing expense	—	—	(194,381)	(194,381)
At 30 June 2007	**1,447,498**	**112**	**3,487,741**	**3,487,853**

The Company was incorporated on 14 September 2006. Accordingly, no comparative figures for the six-month period ended 30 June 2006 are presented.

The following changes in the Company's authorised and issued share capital took place during the period ended 30 June 2007:

(a) On 23 February 2007, the Company issued an aggregate of 828,424,999 shares of US$0.00001 each to the then shareholders of the other companies comprising the Group in exchange for the entire equity interests of the BVI Companies, in preparation for the listing of the Company's shares on the Main Board of The Stock Exchange of Hong Kong Limited. Details of the Reorganisation are set out in Note 1 to the accompanying condensed consolidated financial information.

13 Share Capital and Share Premium (continued)

(b) In addition, on 23 February 2007, the Company completed its placing and public offering of shares by issuing 559,072,502 shares of US$0.00001 each at a price of HK$6 per share (including 159,072,502 shares issued to an existing shareholder). The Company's shares were then listed on Main Board of The Stock Exchange of Hong Kong Limited.

(c) On 1 March 2007, an over-allotment option was exercised by the Company's underwriters and an additional 60,000,000 shares of US$0.00001 each were issued at a price of HK$6 per share.

Total proceeds from the share issues described by (b) and (c) above amounted to approximately RMB3,682,170,000. After deducting listing expense of approximately RMB194,381,000, the net proceeds from these share issues amounted to approximately RMB3,487,789,000.

14 Reserves

	Unaudited Six months ended 30 June								
	Capital reserve RMB'000 note (a)	**Statutory reserve fund** RMB'000 note (b)	**Staff welfare funds** RMB'000 note (b)	**Share-based compensation reserve** RMB'000	**Other reserves** RMB'000	**Subtotal** RMB'000	**Retained earnings** RMB'000	**Minority interest** RMB'000	**Total** RMB'000
Balance at 1 January 2007	**1,258,036**	**62,897**	**16,523**	**—**	**(53,795)**	**1,283,661**	**263,754**	**—**	**1,547,415**
Effect of reorganisation	**(64)**	**—**	**—**	**—**	**—**	**(64)**	**—**	**—**	**(64)**
Deemed distribution to equity holders (c)	**(1,300,806)**	**—**	**—**	**—**	**—**	**(1,300,806)**	**—**	**—**	**(1,300,806)**
Share-based payment expenses	**—**	**—**	**—**	**2,056**	**—**	**2,056**	**—**	**—**	**2,056**
Transfer of share issuance costs to share premium	**—**	**—**	**—**	**—**	**53,795**	**53,795**	**—**	**—**	**53,795**
Profit for the period	**—**	**—**	**—**	**—**	**—**	**—**	**342,763**	**—**	**342,763**
Transfer	**42,834**	**—**	**—**	**—**	**—**	**42,834**	**(42,834)**	**—**	**—**
Balance at 30 June 2007	**—**	**62,897**	**16,523**	**2,056**	**—**	**81,476**	**563,683**	**—**	**645,159**
Balance at 1 January 2006	1,440,349	27,473	16,523	—	—	1,484,345	71,063	58,245	1,613,653
Contribution by capital injection	74,011	—	—	—	—	74,011	6,504	—	80,515
Acquisition of equity interests from minority shareholders	27,016	—	—	—	—	27,016	—	(27,016)	—
Deemed distribution to equity holders (c)	(180,927)	—	—	—	—	(180,927)	—	(30,601)	(211,528)
Profit for the period	—	—	—	—	—	—	110,378	(628)	109,750
Balance at 30 June 2006	1,360,449	27,473	16,523	—	—	1,404,445	187,945	—	1,592,390

(a) Capital reserves

Capital reserves as at 1 January 2007 represent the aggregate capital contributed by the then equity holders of the Group.

14 Reserves (continued)

(b) Statutory reserves

Under the relevant PRC laws and regulations, PRC companies are required to appropriate a certain percentage of their respective net profit to two statutory funds — the statutory reserve fund and the statutory staff welfare fund. Details of the two funds are as follows:

(i) *Statutory reserve fund*

PRC companies are required to allocate 10% of the companies' net profit to the fund until such fund reaches 50% of the companies' registered capital. The statutory reserve fund can be utilised, upon approval by the relevant authorities, to offset accumulated losses or to increase registered capital of the companies, provided that such fund is maintained at a minimum of 25% of the companies' registered capital.

(ii) *Statutory staff welfare fund*

PRC companies are required to transfer 5% to 10% of the companies' net profit to the fund. This fund can only use to provide staff welfare facilities and other collective benefits to the companies' employees. This fund is non-distributable other than in liquidation.

(c) Deemed distribution to equity holders represents:

(i) for the six months ended 30 June 2006, distribution of equity interests of certain assets/ businesses/subsidiaries to the equity holders.

(ii) for the six months ended 30 June 2007, the taking up of convertible bonds amounting to RMB1,300,806,000 (2006: Nil) of the equity holders pursuant to an agreement dated 5 February 2007. Refer to Note 18 for details.

15 Share Option and Pre-IPO Share Option

Pre-IPO share option scheme

The Company adopted a pre-IPO share option scheme (the "Pre-IPO" option scheme) on 23 February 2007. The purpose of the scheme is to give the directors and full-time employees of the Company and the Group an opportunity to have a personal stake in the Company and recognise their contribution to the Group.

Total number of share options under the Pre-IPO option scheme is 2,400,000 and they have been granted on 23 February 2007. No further share options will be granted under the Pre-IPO option scheme. The options granted under such Pre-IPO option scheme vest gradually after employees or directors complete a period of service in the Group for 12 to 36 months starting from the listing date (23 February 2007).

As all options granted under the Pre-IPO option scheme are not exercisable within the first six months from the Listing Date of 23 February 2007, no options were exercised during the period.

15 Share Option and Pre-IPO Share Option (continued)

Pre-IPO share option scheme (continued)

Pre-IPO options outstanding as at 30 June 2007 have the following vesting dates and weighted-average exercise prices:

	Unaudited Six months ended 30 June			
	2007		2006	
Vesting Date	**Exercise price (per share) HK$**	**Outstanding options (Thousands)**	Exercise price (per share) HK$	Outstanding options (Thousands)
23 February, 2008	**6**	**720**	N/A	N/A
23 February, 2009	**6**	**720**	N/A	N/A
23 February, 2010	**6**	**960**	N/A	N/A
	6	**2,400**	N/A	N/A

Share option scheme

A share option scheme (the "Post-IPO option") was approved on 23 February 2007. This share option scheme will remain in force for a period of 10 years commencing from 23 February 2007. The purpose of the scheme is to provide incentives and/or rewards to eligible persons for their contributions to the Group and their continuing efforts to promote the Group's interests.

As at the date of this report, no options have been granted under the Post-IPO option scheme.

Fair value of share options

The fair value of the Pre-IPO options granted during the six months ended 30 June 2007 have been valued by an independent qualified valuer using Binomial valuation model as follows:

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Total fair value of Pre-IPO share options	**9,675**	—

Significant inputs into the model were as follows:

	Unaudited 30 June 2007	Audited 31 December 2006
Pre-IPO options		
Spot share price (HK$)	**9**	N/A
Strike price (HK$)	**6**	N/A
Expected volatility	**34.40%**	N/A
Maturity (years)	**10**	N/A
Interest rate	**4.26%**	N/A
Dividend yield	**1.13%**	N/A
Suboptimal exercise factor	**1.5**	N/A

15 Share Option and Pre-IPO Share Option (continued)

Fair value of share options (continued)

The expected volatility is estimated by making reference to the volatility of the other companies with the similar background or nature of business as the Company.

Fair value of Pre-IPO option is charged to the income statement over the vesting period of the options. Total share option expenses charged to the condensed consolidated interim income statement during the six months ended 30 June 2007 amounted to RMB2,056,000 (2006: Nil).

16 Borrowings

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Non-current		
Bank borrowings	**533,085**	—
Other financial institution borrowing	**36,396**	54,411
	569,481	54,411
Current		
Bank borrowings	**16,695**	781,172
Other financial institution borrowing	**37,750**	38,301
	54,445	819,473
Total borrowings	**623,926**	873,884
Borrowings:		
Secured and guaranteed	**74,146**	302,712
Unsecured	**549,780**	571,172

For the non-current borrowings as at 30 June 2007, the interest rate is six-month LIBOR interest plus 1.1%–1.5% per annum or six-month EURIBOR interest plus 2.4% per annum. The exposure of the Group's borrowings to interest rate changes and the contractual repricing dates at the balance sheet dates was as follows:

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
6 months or less	**623,926**	92,712
7 –12 months	**—**	781,172
	623,926	873,884

16 Borrowings (continued)

The maturity date of the borrowings was analysed as follows:

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Within 1 year	**54,445**	819,473
Between 1 and 2 years	**36,396**	36,274
Between 2 and 5 years	**533,085**	18,137
	623,926	873,884

The effective interest rates at the balance sheet dates were as follows:

	Unaudited 30 June 2007	Audited 31 December 2006
Bank borrowings	**6.50%**	5.76%
Other financial institution borrowing	**6.19%**	5.31%
Non-current borrowings	**6.85%**	5.31%
Current borrowings	**6.78%**	5.74%

The carrying amounts of the Group's borrowings approximate their fair value.

17 Trade and Other Payables

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Trade payables (a)	**250,242**	307,778
Related parties (note 27(b))	**14,560**	70,788
Third parties	**235,682**	236,990
Other payables	**275,105**	623,886
Related parties (note 27(b))	**187**	21,072
Third parties	**274,918**	602,814
	525,347	931,664

17 Trade and Other Payables (continued)

(a) Details of ageing analysis of trade payables are as follows:

— Third parties

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Within 3 months	**200,148**	208,772
Between 4 and 6 months	**21,151**	14,503
Between 7 and 12 months	**5,851**	3,289
Between 1 and 2 years	**585**	3,447
Between 2 and 3 years	**2,789**	2,955
Over 3 years	**5,158**	4,024
	235,682	236,990

— Related parties

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Within 3 months	**13,456**	62,074
Between 4 and 6 months	**—**	1,638
Between 7 and 12 months	**—**	5,336
Between 1 and 2 years	**429**	941
Between 2 and 3 years	**—**	129
Over 3 years	**675**	670
	14,560	70,788

18 Convertible Bonds

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Convertible bonds due 2011, liability component	**603,716**	—
Fair value of embedded derivatives	**704,463**	—
	1,308,179	—

18 Convertible Bonds (continued)

On 5 February 2007, the Company, China Hui Yuan Juice Holdings Co., Ltd., the then holding company of the Company, and the holders of convertible bonds issued by China Hui Yuan Juice Holdings Co., Ltd. in June 2006 (the "June 2006 Convertible Bond"), entered into an agreement (the "Agreement") pursuant to which the Company agreed to issue an aggregate of US$85,000,000 (equivalent to approximately RMB663,000,000) convertible bonds due 28 June 2011 (the "Convertible Bonds") and an additional US$675,000 (equivalent to approximately RMB5,265,000) convertible bonds as an interest payment in kind (the "PIK") to the holders of the June 2006 Convertible Bond in exchange for the surrender of the June 2006 Convertible Bonds by the holders. The Convertible Bonds have the same terms and conditions as the June 2006 Convertible Bonds.

Upon completion of the Agreement on 23 February 2007, the Company recorded the estimated fair value of the Convertible Bonds as a distribution to equity holders.

The major terms and conditions of the Convertible Bonds are as follows:

(i) Interest rate:

The Company shall pay an interest on the Convertible Bonds at 2.0% per annum prior to the date on which dealings in the Company's shares first commence on The Stock Exchange of Hong Kong Limited (the "Listing Date") and 2.5% per annum following the Listing Date. A bondholder may (but is not obliged to) elect to receive some or all of the interest payments payable to it on any interest payment date by way of receipt of Convertible Bonds with an equivalent principal amount.

(ii) Conversion price:

Each one of the bondholder has the right to convert any outstanding Convertible Bonds into the ordinary shares of the Company at 85% of the offer price upon the Company's initial public offering of shares (the "Offer Price" amounted to HK$6).

(iii) Maturity

The Company must redeem any outstanding Convertible Bonds on 28 June 2011 at a price that will enable the bondholders to receive a 7.5% internal return rate on the principal amount of the Convertible Bonds being redeemed (excluding any additional Convertible Bonds received as interest payment in kind).

(iv) Redemption

On 28 June 2009, each one of the bondholder has an option, subject to the approval of the majority bondholders, to require the Company to redeem the outstanding Convertible Bonds held by it at a price as determined under the Agreement.

In addition to the above, Mr. Zhu Xinli has also undertaken to compensate the bondholders in respect of any shortfall in the prescribed rate of return of the bondholders as set out in the Agreement.

As at 30 June 2007, no bonds had been converted into shares.

18 Convertible Bonds (continued)

The fair value of the Convertible Bonds was determined by an independent qualified valuer based on binomial valuation model. The fair value of the liability component on initial recognition was valued using discounted cashflow analysis. The fair value of the conversion rights, redemption rights and interest settlement option was valued by estimating the value of the whole bond with and without the conversion feature. The difference in value reflects the value of the conversion right.

	RMB'000
Fair value of the Convertible Bonds issued as at 23 February 2007	1,300,806
Liability component on initial recognition as at 23 February 2007	(590,286)
Fair value of conversion right as at 23 February 2007	710,520
Fair value of conversion right as at 30 June 2007	(704,463)
Fair value changes of conversion right included in finance cost (note 22)	6,057

The fair value change in the conversion right, redemption right and interest settlement option for the period is RMB6,057,000, which is recognised in the condensed consolidated interim income statement as finance costs. The related interest expense of the liability component of the Convertible Bonds for the six months ended 30 June 2007 amounted to RMB22,984,000, which is calculated using the effective interest method with an effective interest rate of 11.38%.

	RMB'000
Liability component as at 23 February 2007	590,286
Add: interest payable for the period (note 22)	22,984
Less: unrealized exchange gain	(9,554)
Liability component as at 30 June 2007	**603,716**

19 Other Income

	Unaudited Six months ended 30 June	
	2007 RMB'000	2006 RMB'000
Sales of raw material	**42,885**	38,526
Cost of raw material sold	**(32,300)**	(32,410)
Net gain from sales of raw materials	**10,585**	6,116
Amortisation of deferred government grants	**4,970**	11,811
Other subsidy income	**690**	4,567
Rental income from property, plant and equipment	**1,001**	—
Gain on disposals of property, plant and equipment	**337**	1,021
Interest income		
— from bank deposits	**46,839**	1,839
— from loans to related parties	**—**	21,202
Others	**5,051**	2,453
	69,473	49,009

20 Expenses by Nature

	Unaudited Six months ended 30 June	
	2007	2006
	RMB'000	RMB'000
Depreciation of property, plant and equipment (Note 6)	**64,765**	65,884
Amortisation of land use rights and prepayment for land use rights (Note 8)	**2,274**	1,841
Amortisation of trademark and license right (Note 7)	**4,790**	4,791
Employee benefit expense (Note 21)	**52,722**	43,018
Raw materials used and changes in inventories	**713,434**	597,051
Transportation and related charges	**50,520**	40,355
Travelling expense	**3,057**	4,332
Advertising and other marketing expenses	**221,302**	146,519
Water and electricity	**50,051**	35,111
Repairs and maintenance	**15,523**	9,943
Provision for impairment of receivables	**126**	1,654
Office and communication expenses	**3,607**	5,242
Rental expenses	**3,111**	3,162
Auditors' remuneration	**2,600**	1,663
Provision for impairment of inventories	**253**	2,395
Other expenses	**21,297**	15,898
Total cost of goods sold, selling and marketing expenses and administrative expenses	**1,209,432**	978,859

21 Employee Benefit Expense

		Unaudited Six months ended 30 June	
		2007	2006
	Note	**RMB'000**	RMB'000
Wages and salaries		**47,334**	39,486
Contributions to pension plan and other benefits	*(a)*	**5,388**	3,532
		52,722	43,018

(a) The employees of the Group participate in certain defined contribution pension plans organised by the relevant municipal and provincial government under which the Group are required to make monthly defined contributions to this plan at rates ranging from 18% to 22% of the employees' basic salary dependent upon the applicable local regulations.

21 Employee Benefit Expense (continued)

(b) Directors' emoluments paid to the directors' of the Company

The aggregate amounts of the emoluments paid and payable to the directors of the Company by companies comprising the Group during six months ended 30 June 2007 and 2006 were as follows:

	Unaudited Six months ended 30 June	
	2007	2006
	RMB'000	RMB'000
Salaries, wages and bonuses	**1,050**	414
Contributions to pension plan	**20**	15
Welfare and other expenses	**39**	37
	1,109	466

22 Finance costs — net

	Unaudited Six months ended 30 June	
	2007	2006
	RMB'000	RMB'000
Interest expenses:		
— Bank borrowings	**27,748**	23,438
— Interest expense relating to Convertible Bonds (note 18)	**22,984**	—
— Related parties borrowings	**—**	6,387
	50,732	29,825
Exchange losses, net	**19,921**	6,188
Fair value changes of conversion right of Convertible Bonds (note 18)	**(6,057)**	—
	64,596	36,013

23 Income Tax Expense

	Unaudited Six months ended 30 June	
	2007	2006
	RMB'000	RMB'000
Current tax — PRC enterprise income tax	**27,644**	6,237
Deferred income tax	**(2,945)**	(300)
	24,699	5,937

23 Income Tax Expense (continued)

The tax on the Group's profit before tax differs from the theoretical amount that would arise using the weighted average tax rate of companies comprising the Group as follows:

	Unaudited Six months ended 30 June	
	2007	2006
	RMB'000	RMB'000
Profit before tax	**367,462**	115,687
Tax calculated at the statutory tax rate of 33%	**121,262**	38,177
Preferential tax rates on the income of certain subsidiaries	**(98,790)**	(33,726)
Expenses not deductible for tax purposes	**2,227**	1,486
	24,699	5,937

The National People's Congress of the PRC approved the Unified CIT Law (the "New Tax Law") on 16 March 2007. With effective from 1 January 2008, the tax rate subject to the Group will be 25%, with certain grandfathering provisions and preferential provisions. The change in the carrying amount of the deferred tax assets, as a result of the change in tax rate, has been reflected in the financial information of the Group for the six months ended 30 June 2007.

24 Earnings Per Share

Basic

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	Unaudited Six months ended 30 June	
	2007	2006
	RMB'000	RMB'000
Profit attributable to equity holders of the Company	**342,763**	110,378
Weighted average number of ordinary shares in issue (thousands)	**1,266,222**	828,425
Basic earnings per share (RMB cents)	**27.1**	13.3

24 Earnings Per Share (continued)

Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all potentially dilutive ordinary shares. The Company's potentially dilutive ordinary shares comprised shares which may be issued under its Convertible Bonds and pre-IPO share option scheme. A calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average market price of the Company's shares during the period) based on the monetary value of the subscription rights attached to the outstanding share options. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the conversion of the Convertible Bonds and the exercise of the pre-IPO share options, with the difference being adjusted in arriving at the weighted average number of shares for diluted earnings per shares, of which details are as follows:

	Unaudited Six months ended 30 June	
	2007 RMB'000	2006 RMB'000
Profit attributable to equity holders of the Company	**342,763**	110,378
Add: interest expense relating to Convertible Bonds	**22,984**	—
Less: unrealized exchange gain relating to Convertible Bonds	**(9,554)**	—
Less: fair value changes of conversion right of Convertible Bonds	**(6,057)**	—
Profit attributable to equity holders of the Company, used to determine diluted earnings per share	**350,136**	110,378
Weighted average number of ordinary shares in issue (thousands)	**1,266,222**	828,425
Adjustment for Convertible Bonds (thousands)	**92,664**	—
Adjustment for share options (thousands)	**623**	—
Weighted average number of ordinary shares for diluted earnings per share (thousands)	**1,359,509**	828,425
Diluted earnings per share (RMB cents)	**25.8**	13.3

25 Contingent Liabilities

There were no contingent liabilities as at 30 June 2007.

26 Commitments

(a) Capital commitments

Capital expenditures contracted for at the balance sheet date but not yet provided for were as follows:

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
Purchase of property, plant and equipment	**37,924**	13,203

26 Commitments (continued)

(b) Operating lease commitments

The Group leases various, offices, warehouses and plant and machinery under non-cancellable operating lease agreements.

The lease expenditures charged to the income statements during the six months ended 30 June 2007 and 2006 are disclosed in Note 20.

The future aggregate minimum lease payments under non-cancellable operating leases were as follows:

The Group is the lessee

	Unaudited 30 June 2007 RMB'000	Audited 31 December 2006 RMB'000
No later than 1 year	**2,711**	533
Later than 1 year and no later than 5 years	**8,003**	419
	10,714	952

27 Related-Party Transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operation decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

(a) The following transactions were carried out with related parties during the six months ended 30 June 2007:

	Unaudited Six months ended 30 June	
	2007 RMB'000	2006 RMB'000
Sales of raw materials to related parties	**7,201**	11,409
Return of raw materials bought in previous years to related parties	**773**	—
Purchase of raw materials from related parties	**92,604**	71,331
Sales of finished goods to related parties	**599**	4,653
Purchase of finished goods from related parties	**1,426**	4,523
Rental expenses for lease of property, plant and equipment and land use rights	**1,607**	3,449
Income for provision of power and other utilities	**2,002**	200
Expenses for power and other utilities	**1,907**	554
Net book value of land use rights and property, plant and equipment sold to related parties	**1,038**	10,856
Purchase of property, plant and equipment from related parties	**400**	10,867
Interest income from loans to related parties	**—**	21,249
Interest expense from loans from related parties	**—**	6,680

27 Related-Party Transactions (continued)

(a) The following transactions were carried out with related parties during the six months ended 30 June 2007 (continued):

In the opinion of the Company's directors, the above related party transactions were carried out in the ordinary course of business and in accordance with the terms of the underlying agreements.

During the first half year of 2007, a related company of the Group provided the Group with the right to use a production line at zero consideration (2006: Nil).

(b) Period/year-end balances due from or to related parties were as followings:

	Note	**Unaudited 30 June 2007 RMB'000**	Audited 31 December 2006 RMB'000
Trade receivables	*10*	**9,603**	12
Prepayments of raw materials and others	*note (i)*	**197,707**	57,472
Other balances due from related parties	*10*	**—**	82,979
Trade payables	*17*	**14,560**	70,788
Other balances due to related parties	*17*	**187**	21,072

(i) These represent prepayments made to Huiyuan Beverage & Food Group Co., Ltd. and its subsidiaries, which are beneficially owned by Mr. Zhu Xinli, director in respect of the purchase of certain juice concentrate. Such balances are unsecured and non-interest bearing.

28 Business Combination

During the six months ended 30 June 2007, the Group acquired a 100% interest in Jiangsu Huiyuan Food & Beverage Co., Ltd. ("Jiangsu Huiyuan") from a company beneficially owned by Mr. Zhu Xinli, director and a third party company at cash consideration of RMB82,200,000 and RMB27,400,000, respectively. The acquisition is accounted for by the purchase method of accounting.

Up to 30 June 2007, Jiangsu Huiyuan had not started the manufacturing and sales of juice beverages.

Details of net assets acquired are as follows:

	Unaudited 2007 RMB'000
Total purchase consideration	**109,600**
Fair value of net assets acquired — shown as below	**(107,765)**
Excess of consideration over fair value of net assets acquired	**1,835**

The goodwill is attributable to the synergies expected to arise after the acquisition.

28 Business Combination (continued)

On the acquisition date of 21 June 2007, the assets and liabilities arising from the acquisition are as follows:

	Unaudited	
	Acquiree's carrying amount	**Fair value**
	RMB'000	RMB'000
Assets /liabilities acquired		
Property, plant and equipment	135,272	138,769
Land use right	30,009	32,113
Inventory	2,347	2,347
Other receivables	22,921	22,921
Cash and cash equivalents	8,288	8,288
Trade and other payables	(96,697)	(96,697)
Taxation payable	24	24
Net assets acquired	102,164	107,765
Purchase consideration settled in cash		109,600
Cash and cash equivalents in subsidiary acquired		(8,288)
Cash outflow on acquisition		101,312

29 Subsequent Events

(a) On 26 July 2007, the Group established a wholly-owned subsidiary, Jinzhou Huiyuan Food and Beverage Co., Ltd. ("Jinzhou Huiyuan") with registered capital of US$29,990,000.

On 13 August 2007, the Group established a wholly-owned subsidiary, Anhui Huiyuan Food and Beverage Co., Ltd. ("Anhui Huiyuan") with registered capital of US$29,800,000.

On 27 August 2007, the Group established a wholly-owned subsidiary, Dezhou Huiyuan Food and Beverage Co., Ltd. ("Dezhou Huiyuan") with registered capital of US$40,000,000.

These subsidiaries are to be engaged in the manufacturing and sales of juice beverages.

(b) Subsequent to 30 June 2007, the Company issued 8,969,083 new shares at US$0.00001 each, representing 0.62% of the enlarged share capital of the Company, to certain holders of the convertible bonds. As a result of such conversion, the related liability component and derivative component amounting to approximately RMB89,544,000 (net of nominal value of shares issued) were transferred to share premium of the Company.

Glossary of Terms

"Board"	the board of directors of our Company
"Bond Holders"	Warburg Pincus Funds Investor, certain funds or sub-fund managed by Value Partners Limited, a company incorporated in BVI, and a mezzanine finance fund established in the Cayman Islands and managed and advised by subsidiaries of Development Partners Limited, collectively
"BVI"	the British Virgin Islands
"China Huiyuan Holdings"	China Hui Yuan Juice Holdings Co., Ltd. (中國滙源果汁控股有限公司*), a limited liability company incorporated in the Cayman Islands
"China" or "PRC"	the People's Republic of China excluding, for the purpose of this report, the Hong Kong Special Administrative Region of the PRC, the Macau Special Administrative Region of the PRC and Taiwan
"Company", "our Company", "we", "us" or "our"	China Huiyuan Juice Group Limited (中國滙源果汁集團有限公司*), a limited liability company incorporated in the Cayman Islands on 14 September 2006, and where the context otherwise requires, all of its subsidiaries and associated companies
"Convertible Bonds"	US$85,000,000 convertible bonds due 28 June 2011 with terms and conditions identical to those of the June 2006 Convertible Bonds which were issued by the Company to the same bondholders in exchange for the surrender of the June 2006 Convertible Bonds
"Danone"	Groupe Danone S.A.
"Danone Asia"	Danone Asia Pte. Ltd., a wholly owned subsidiary of Danone incorporated in Singapore
"Danone Top-up Right"	Danone Asia's right to subscribe for such number of Ordinary Shares of the Company at the Offer Price to maintain its shareholding at 22.18%, on a fully diluted basis (assuming all the Convertible Bonds are converted and options granted under the Pre-IPO Share Option Scheme are exercised immediately upon the listing of the shares of the Company on the Hong Kong Stock Exchange)
"Financial Management and Audit Committee"	the financial management and audit committee of the Company as set up by the Board on 21 September 2006
"Group" or "Huiyuan Juice"	the Company and its subsidiaries at the relevant time or, where the context so requires, in respect of the period before the Company became the holding company of its present subsidiaries, the present subsidiaries of the Company or the businesses operated by the present subsidiaries or (as the case may be) its predecessor

Glossary of Terms

"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"Hong Kong" or "HK"	the Hong Kong Special Administrative Region of the PRC
"Hong Kong Listing Rules"	the Rules Governing the Listing of Securities on The Hong Kong Stock Exchange of Hong Kong Limited (as amended from time to time)
"Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Huiyuan Holdings"	Huiyuan International Holdings Limited (滙源國際控股有限公司*), a company incorporated in the BVI
"June 2006 Convertible Bonds"	US$85,000,000 convertible bonds due 28 June 2011 issued by China Huiyuan Holdings on 28 June 2006
"Kaifeng Huiyuan"	Beijing Huiyuan Group Kaifeng Co. Ltd.* (北京滙源集團開封有限公司), a wholly owned subsidiary of the Company incorporated in the PRC
"Listing Date"	23 February 2007 being the date on which dealings in the shares of the Company first commence on the Hong Kong Stock Exchange
"Luzhong Huiyuan"	Luzhong Huiyuan Food & Beverage Co., Ltd.* (魯中滙源食品飲料有限公司), a wholly owned subsidiary of the Company incorporated in the PRC
"Offer Price"	HK$6.00 per share (exclusive of brokerage, SFC transaction levy and Hong Kong Stock Exchange trading fee), the offer price of which dealings in the shares of the Company first commenced on the Hong Kong Stock Exchange on the Listing Date
"Ordinary Shares" or "shares"	Ordinary shares of US$0.00001 each in the share capital of the Company
"Over-allotment Option"	the option granted by the Company, in its initial global offering, to the international underwriters, exercisable by the global coordinator on their behalf, pursuant to which the Company has allotted and issued an aggregate of 60,000,000 additional shares
"Pre-IPO Share Option Scheme"	the pre-IPO share option scheme conditionally adopted pursuant to written resolution passed by the sole shareholder on 30 January 2007, the principal terms of which are summarized in the section headed "Pre-IPO Share Option Scheme" in Appendix VII "Statutory and General Information" to the Prospectus
"Prospectus"	the prospectus issued by the Company on 8 February 2007 in relation to its initial global offering and listing of shares on the Hong Kong Stock Exchange
"Remuneration and Nomination Committee"	the remuneration and nomination committee of the Company as set up by the Board on 21 September 2006

"RMB" or "Renminbi"	Renminbi yuan, the lawful currency of the PRC
"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
"Share Option Scheme"	the share option scheme conditionally adopted pursuant to a resolution passed by the Company's shareholders at an extraordinary general meeting of the Company held on 30 January 2006, the principal terms of which are summarized in the section headed "Share Option Scheme" in Appendix VII "Statutory and General Information" to the Prospectus
"Shuangcheng Huiyuan"	Harbin Huiyuan Food & Beverage Co., Ltd.* (哈爾濱滙源食品飲料有限公司), formerly known as Beijing Huiyuan Group Shuangcheng Food & Beverage Co., Ltd.* (北京滙源集團雙城食品飲料有限公司), a wholly owned subsidiary of the Company incorporated in the PRC
"Shunyi Huiyuan"	Beijing Huiyuan Food & Beverage Co., Ltd.* (北京滙源食品飲料有限公司), a wholly owned subsidiary of the Company incorporated in the PRC
"Xinyuan Huiyuan"	Beijing Xinyuan Food & Beverage Co., Ltd.* (北京新源食品飲料有限公司), a wholly owned subsidiary of the Company incorporated in the PRC
"United States"	The United States of America
"United States $" or "US$"	United States dollars, the lawful currency of the United States
"Warburg Pincus"	each of (1) Warburg Pincus Private Equity IX, L.P., a limited partnership established in Delaware, the United States, which is controlled by Warburg Pincus IX LLC; (2) Warburg Pincus IX LLC, a limited liability company established in New York State, the United States, which is controlled by Warburg Pincus Partners, LLC ; (3) Warburg Pincus Partners, LLC, a limited liability company established in New York State, the United States, which is controlled by Warburg Pincus & Co.; and (4) Warburg Pincus & Co., a general partnership established in New York State, the United States.
"Warburg Pincus Funds Investor"	Gourmet Grace International Limited, a wholly owned subsidiary of Warburg Pincus Private Equity IX, L.P.

The terms "associate", "connected person", "connected transaction", "controlling shareholder", "independent third party", "subsidiary" and "substantial shareholder" shall have the meanings given to these terms under the Hong Kong Listing Rules.

Glossary of Terms

In this report, the geographical regions of China to which the Company refers for the purpose of describing its operations and presenting certain results of operations and financial condition are defined as follows:

"East Central China"

- Shanghai municipality
- Anhui province
- Jiangsu province
- Zhejiang province

"Middle Central China"

- Jiangxi province
- Hubei province
- Hunan province

"North East China"

- Heilongjiang province
- Jilin province
- Liaoning province

"North Central China"

- Beijing municipality
- Tianjin municipality
- Hebei province
- Henan province
- Shandong province
- Shanxi province

* *For identification purpose only*