



Beijing Capital International Airport Company Limited

(A sino-foreign joint stock limited company
incorporated in the People's Republic of China)

Stock Code: 0694



2009
Interim Report

The board of directors (the "Board") of Beijing Capital International Airport Company Limited (the "Company") announces the operating results and unaudited financial results which have been reviewed by the audit committee of the Company (the "Audit Committee") for the first half year of 2009 and the prospect of the second half year of 2009.

SUMMARY OF FINANCIAL RESULTS

(All amounts are expressed in thousands of Renminbi ("Rmb") except per share data)

| | Unaudited For the six months ended 30 June | | Change |
|--|---|-------------|---------|
| | 2009 | 2008 | |
| Revenues | 2,306,535 | 2,014,364 | 14.50% |
| Operating expenses | (1,953,679) | (1,854,904) | 5.33% |
| Earnings before interests, taxes, depreciation and amortisation | 1,037,930 | 284,909 | 264.30% |
| Profit attributable to shareholders | 104,540 | 56,318 | 85.62% |
| Earnings per share | | | |
| —basic and diluted (Rmb) | 0.024 | 0.014 | 71.43% |
| Net cash flow from operating activities | 469,750 | 84,546 | 455.61% |

| | Unaudited | Audited | Change |
|-------------------|--------------------------|------------------------------|--------|
| | As at 30 June 2009 | As at 31 December 2008 | |
| Total assets | 37,322,375 | 37,679,919 | -0.95% |
| Total liabilities | 24,907,971 | 25,370,055 | -1.82% |
| Total equity | 12,414,404 | 12,309,864 | 0.85% |





MANAGEMENT DISCUSSION AND ANALYSIS

OVERVIEW OF THE AERONAUTICAL BUSINESS

For the first half year of 2009, the air traffic volumes at the Beijing Capital Airport recorded growth in some regions while decrease in the others. Benefiting from the macro economic stimulus plans of the People's Republic of China (the "PRC"), as well as the positive effect of domestic airlines' measures for enlarging the domestic aviation demands such as reducing the air ticket fare, for the first half year of 2009, the domestic air traffic volumes at the Beijing Capital Airport grew substantially and resulted in a double-digit increase in the overall air traffic volumes at the Beijing Capital Airport. While for the international air routes, the international aviation demands remained weak as a result of the global economic downturn, and the international air traffic volumes at the Beijing Capital Airport declined for the first half year of 2009.

For the first half year of 2009, the aircraft movements at the Beijing Capital Airport were 237,933, representing an increase of 19.1% as compared with the same period of the previous year. The passenger throughput reached approximately 30,992,990, representing an increase of 18.2% as compared with the same period of the previous year. The freight throughput reached 659,451 tonnes, representing a decrease of 2.9% as compared with the same period of the previous year. Details of which are as follows:

| | For the six months ended 30 June | | |
|---|----------------------------------|------------|--------|
| | 2009 | 2008 | change |
| Aircraft movements (unit: movements) | 237,933 | 199,820 | 19.1% |
| Domestic | 191,514 | 150,689 | 27.1% |
| International, Hong Kong, Macau and Taiwan | 46,419 | 49,131 | -5.5% |
| Passenger Throughput | 30,992,990 | 26,226,400 | 18.2% |
| Domestic | 24,460,272 | 19,575,800 | 25.0% |
| International, Hong Kong, Macau and Taiwan | 6,532,718 | 6,650,600 | -1.8% |
| Freight throughput (unit: tonnes) | 659,451 | 679,050 | -2.9% |
| Domestic | 371,540 | 362,296 | 2.6% |
| International, Hong Kong, Macau and Taiwan | 287,911 | 316,754 | -9.1% |

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

AERONAUTICAL REVENUES

| | Unaudited | | Change |
|--|----------------------------------|-----------------|--------|
| | For the six months ended 30 June | | |
| | 2009 RMB'000 | 2008 RMB'000 | |
| Passenger charges | 594,898 | 482,159 | 23.38% |
| Aircraft movement fees and related charges | 525,348 | 461,152 | 13.92% |
| Airport fee | 391,028 | 354,378 | 10.34% |
| Total Aeronautical Revenues | 1,511,274 | 1,297,689 | 16.46% |
| Less: business tax and levies | (48,965) | (42,045) | 16.46% |
| Aeronautical Revenues, Net of business tax and levies | 1,462,309 | 1,255,644 | 16.46% |

For the first half year of 2009, the total aeronautical revenues of the Company were RMB1,511,274,000, and the aeronautical revenues net of business tax and levies amounted to RMB1,462,309,000, both representing an increase of 16.46% as compared with the same period of the previous year.

For the first half year of 2009, the passenger charges of the Company were RMB594,898,000, representing an increase of 23.38% as compared with the same period of the previous year. The aircraft movement fees and related charges were RMB525,348,000, representing an increase of 13.92% as compared with the same period of the previous year. These growths in revenue were not in line with the corresponding rises in air traffic volumes because of the Reform Scheme for Civil Airport Charges (the "Scheme"), which has come into effect from 1 March 2008. The Scheme raised the levies for passenger charges while reduced those for aircraft movements.





MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

AERONAUTICAL REVENUES (Continued)

For the first half year of 2009, the airport fee of the Company was RMB391,028,000, representing an increase of 10.34% as compared with the same period of the previous year. The growth of airport fee is slightly less than the growth of passenger throughput, which was mainly because the Company recognised 48% of the total collected civil airport administration and construction fee (or the airport fee) at the Beijing Capital Airport for the first half year of 2009 as revenues pursuant to the notice of related governmental authorities, while the Company recognised 50% of the collected airport fee as revenues in the same period of the previous year as consistent with the then applicable rate stipulated by a previous relevant notice.

NON-AERONAUTICAL REVENUES

| | Unaudited | | |
|---|----------------------------------|----------------|---------------|
| | For the six months ended 30 June | | |
| | 2009 | 2008 | Change |
| | RMB'000 | RMB'000 | |
| Concession revenues | 470,136 | 473,370 | -0.68% |
| Including: Advertising | 251,808 | 272,453 | -7.58% |
| Retailing | 170,369 | 159,179 | 7.03% |
| Restaurants and food shops | 34,536 | 33,928 | 1.79% |
| Ground handling service | 8,864 | 6,973 | 27.12% |
| Other concession revenues | 4,559 | 837 | 444.68% |
| Rentals | 300,560 | 206,554 | 45.51% |
| Car parking | 14,960 | 24,225 | -38.25% |
| Others | 9,605 | 12,526 | -23.32% |
| Total non-aeronautical revenues | 795,261 | 716,675 | 10.97% |
| Less: Business tax and levies | (50,766) | (46,631) | 8.87% |
| Non-aeronautical revenues less business tax and levies | 744,495 | 670,044 | 11.11% |

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

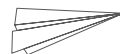
NON-AERONAUTICAL REVENUES (Continued)

For the first half year of 2009, the non-aeronautical revenues of the Company were RMB795,261,000 and the non-aeronautical revenues net of business tax and levies amounted to RMB744,495,000, representing an increase of 10.97% and 11.11%, respectively, as compared with the same period of the previous year.

For the first half year of 2009, the concession revenues of the Company were RMB470,136,000, representing a decrease of 0.68% as compared with the same period of the previous year. The concession revenues from advertising of the Company were RMB251,808,000, representing a decrease of 7.58% as compared with the same period of the previous year, which was mainly because of the downturn of economy. The concession revenues from retailing and restaurants and food shops for the first half year were RMB170,369,000 and RMB34,536,000, respectively, representing an increase of 7.03% and 1.79%, respectively, as compared with the same period of the previous year. The concession revenues of ground handling service were RMB8,864,000, representing an increase of 27.12%, as compared with the same period of the previous year. The other concession revenues were RMB4,559,000, representing an increase of 444.68%, as compared with the same period of the previous year, which was mainly because of the increase of concession revenues from the luggage-packing during the reporting period.

For the first half year of 2009, the rentals income of the Company was RMB300,560,000, representing an increase of 45.51% as compared with the same period of the previous year, mainly due to additional rentals income during the reporting period for around three months from the Terminal 3 which was commenced its operation on 26 March 2008.

For the first half year of 2009, the revenues from car parking of the Company were RMB14,960,000, representing a decrease of 38.25% as compared with the same period of the previous year, which was mainly due to that after the commencement of operation of the Terminal 3, a substantial part of the utilisation of car parking in the Terminal 1 and the Terminal 2 was diverted to the car parking building nearby Terminal 3 (the ground transportation center in the Beijing Capital Airport, "GTC"), which is owned by Capital Airports Holding Company the parent company of the Company (the "Parent Company").





MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

NON-AERONAUTICAL REVENUES (Continued)

For the first half year of 2009, the other revenues of the Company were RMB9,605,000, representing a decrease of 23.32% as compared with the same period of the previous year. The other revenues mainly included the revenues from management fee of GTC engaged by the Parent Company and the revenues from airport-pass services in the terminals. The decrease of other revenues mainly resulted from the decrease in the demand of airport-pass services during the reporting period.

OPERATING EXPENSES

| | Unaudited | | |
|--|----------------------------------|--------------------|--------------|
| | For the six months ended 30 June | | |
| | 2009 | 2008 | Change |
| | RMB'000 | RMB'000 | |
| Depreciation and amortisation | (782,090) | (205,661) | 280.28% |
| Utilities and power | (267,580) | (213,195) | 25.51% |
| Repairs and maintenance | (206,106) | (263,518) | -21.79% |
| Staff costs | (154,110) | (139,832) | 10.21% |
| Aviation safety and security guard costs | (149,585) | (158,899) | -5.86% |
| Operating contracted services | (104,438) | (66,852) | 56.22% |
| Greening and environmental maintenance | (104,390) | (90,439) | 15.43% |
| Real estate and other taxes | (71,643) | (47,882) | 49.62% |
| Rental expenses | (31,701) | (586,162) | -94.59% |
| Other costs | (82,036) | (82,464) | -0.52% |
| Total operating expenses | (1,953,679) | (1,854,904) | 5.33% |

For the first half year of 2009, the operating expenses of the Company were RMB1,953,679,000, representing an increase of 5.33% as compared with the same period of the previous year.

For the first half year of 2009, the depreciation and amortisation expenses of the Company were RMB782,090,000, representing an increase of 280.28% as compared with the same period of the previous year, which was mainly attributable to the additional fixed assets such as the Terminal 3 and related building and facilities.

OPERATING EXPENSES (Continued)

For the first half year of 2009, the utilities and power expenses of the Company were RMB267,580,000, representing an increase of 25.51% as compared with the same period of the previous year which was mainly due to that the trial operation of the Terminal 3 commenced on 29 February 2008, hence the Company recorded the additional expenses in utilities and power for two months from the Terminal 3.

For the first half year of 2009, the expenses of repairs and maintenance of the Company were RMB206,106,000, representing a decrease of 21.79% as compared with the same period of the previous year, which was mainly due to that there were certain repairs and maintenance works carried out for the purpose of commencement of operation of the Terminal 3 and related facilities in the first half year of 2008, while during the reporting period, there were no such similar works.

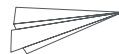
For the first half year of 2009, the staff costs of the Company were RMB154,110,000, representing an increase of 10.21% as compared with the same period of the previous year, which was mainly because of the increase in the staff number.

For the first half year of 2009, the aviation safety and security guard costs of the Company were RMB149,585,000, representing a decrease of 5.86% as driven by operational demands in relevant periods.

For the first half year of 2009, the expenses of operating contracted services of the Company were RMB104,438,000, representing an increase of 56.22% as compared with the same period of the previous year, which was mainly because of the additional operating contracted services expenses for two months from the Terminal 3 during the reporting period.

For the first half year of 2009, the greening and environmental maintenance expenses of the Company were RMB104,390,000, representing an increase of 15.43% as compared with the same period of the previous year, which was mainly because of the additional greening and environmental maintenance expenses for two months from the Terminal 3 during the reporting period.

For the first half year of 2009, the real estate and other taxes of the Company were RMB71,643,000, representing an increase of 49.62% as compared with the same period of the previous year, which was mainly because of the additional tax expenditure for around three months since commenced operation of the Terminal 3 and related assets on 26 March 2008.





OPERATING EXPENSES (Continued)

For the first half year of 2009, the rental expenses of the Company were RMB31,701,000, representing a decrease of 94.59% as compared with the same period of the previous year, which was mainly due to that the Company rented the Terminal 3 and related assets transitionally in the same period of the previous year, and the corresponding rental was great.

For the first half year of 2009, the other costs of the Company were RMB82,036,000, which was basically equal to the same period of the previous year.

PROSPECT FOR THE SECOND HALF YEAR OF 2009

In the second half year of 2009, the macro-economic of the PRC is expected to enter into a steadily rising phase. Accompanied with the stable economic growth, the domestic aviation demand is also expected to grow steadily. However, the international economy trend and the fluctuating of oil price would be the important uncertainties affecting the international air traffic volumes. Due to the effect of the above two factors, it is estimated that the domestic passenger throughput and aircraft movements at the Beijing Capital Airport will remain steadily increasing in the second half year of 2009. It is expected that the volumes of international passenger throughput and the aircraft movement will also increase but the growth rates will be limited.

Since 1st of July 2009, the Regulation on the Civil Airport Administration (the "Regulation"), which was promulgated by the State Council of PRC, has come into effect. The Regulation sets out the prescripts and the requirements on the construction, license, security operation, operational management and environment protection of civil airports. It is not only significant for the Company's continuing health development, but also provides explicit guidance for the Company to fully fulfill its duties, influence and obligations as the administration entity of the Beijing Capital Airport.

In the second half year of 2009, the Company will continue to improve its safety, security guard and service quality. On the one hand, the Company will fully perform its administration function as its role of security management of the Beijing Capital Airport and to coordinate with all airlines and other related entities at the Beijing Capital Airport to implement the unified management of security operation. On the other hand, the Company will strive for perfection by upgrading service evaluation system and exerting to improve service shortcomings so as to improve the service quality and to present a better image as "the first national gate of China".

PROSPECT FOR THE SECOND HALF YEAR OF 2009

(Continued)

For the year of 2009, it is the first full fiscal year that the Phase III Target Assets (*note*) were fully utilized. The increase of relevant depreciation, other operating costs and financial expenses will affect the financial results of the Company more obviously as compared with the previous year. In the second half year, the Company will continue to improve all relevant tasks to increase incomes and reduce expenditures. The measures to lower the expenditures include strict budget control, promoting implementation of plans and saving energy consumption. And the Company will give more pertinence marketing promotion to enrich the revenues sources and will further develop commercial resources to improve both the non-aeronautical revenues and the passengers' satisfaction in service quality.

From 13 to 15 September 2009, the 15th International Lane Developing Forum (the ROUTES) will be hosted at the Beijing Capital Airport. The ROUTES has gained supports from various government authorities from both national level and municipal level. The global civil aviation industry shows enthusiasm in participation and it is expected that over about 2,700 representatives coming from more than 300 airlines and more than 500 airports as well as other equipment suppliers will participate in the forum. The forum will be a luxuriant and fruitful event and will help the Company significantly in its aviation marketing and the image-building of the Beijing Capital Airport.

Note: "Phase III Target Assets" refers to the assets owned by the Parent Company and which form the target assets for acquisition by the Company from the Parent Company pursuant to the Assets Transfer Agreement as amended by the Supplemental Assets Transfer Agreement, comprising the Airfield Assets, the Terminal 3, the Terminal 3 related assets, roads within airport area, the driverless electric train system, commercial areas and other relevant equipment, machinery and facilities, etc, in respect of Phase III Project, the land use rights of the land on which the Terminal 3 and other related constructions are situated.

INTERIM DIVIDENDS

The Board decided not to pay any interim dividend for the six months ended 30 June 2009.





LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2009, the Company had total cash and cash equivalents amounting to RMB441,714,000, and those for the year ended 31 December 2008 were RMB576,458,000.

As at 30 June 2009, the Company's short-term bank borrowings were RMB84,535,000, loans from the Parent Company were RMB8,606,500,000. The details of loans from the Parent Company are set out on note 10 to the unaudited condensed interim financial information.

| | As at 30 June 2009 | As at 31 December 2008 |
|---------------|--------------------------|------------------------------|
| Current Ratio | 17.58% | 14.66% |
| Gearing Ratio | 66.74% | 67.33% |

According to the overall arrangement of the acquisition of Phase III Target Assets, the Company has already undertaken part of loans from the Parent Company and will settle the balance of the consideration of this acquisition before 30 September 2009. These make the Company's current liabilities and long-term liabilities substantially increase; and also bring on lower liquidity ratio and higher gearing ratio. The Board has already been granted a general and unconditional mandate in annual general meeting to raise funds by way of debt financing in the PRC in one or multiple tranches with a maximum amount up to RMB10 billion (including RMB10 billion), including an amount of not more than RMB5 billion's (including RMB5 billion) corporate bonds.

As at 30 June 2009, there were total banking facilities of RMB14,811,832,000 which were unutilized, including long-term banking facilities of RMB13,500,000,000 and short-term banking facilities of RMB1,311,832,000.

So far as the directors of the Company are aware, the airport fee shall continue to be levied until 31 December 2010. For the six months ended 30 June 2009, the Company recognized 48% of the collected airport fee of the Beijing Capital Airport as revenues according to the notice of the related government authorities. The Company will pay prompt attention to any adjustment of policies related to the airport fee and will update the shareholders by announcement if there are any changes on the latest development.

The details of cash flow for the six months ended 30 June 2009 are set out on page 26 of the Interim Report.

CHARGE ON ASSETS

As at 30 June 2009, there was no material charge or pledge of assets in the Company, saved as disclosed in the note 9 to the unaudited condensed interim financial information.

ACQUISITION AND DISPOSAL

During the six months ended 30 June 2009, the liquidation of the associated company of the Company, Global Airport Logistics Co., Ltd., was completed and the Company recovered all of its investment therein. Save as disclosed above, there was no material acquisition or disposal in relation to any of the Company's subsidiaries and associates.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S SHARES

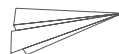
The Company has not redeemed, purchased or sold any of its shares during the six months ended 30 June 2009.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND ANY RELATED HEDGES

The Company's businesses are principally denominated in RMB, except for the part of the revenues of aeronautical business, purchase of some equipments, commodities and materials and consulting fees which are received or paid in US dollars or HK dollars. Dividends payable to the shareholders of the Company holding H shares are declared in RMB and paid in HK dollars.

According to the overall plan of the acquisition of Phase III Target Assets, as at 30 June 2009, the Company would assume the US dollar-denominated loans of US\$381,519,000 from the European Investment Bank related to the Phase III Target Assets and the interest thereof, accordingly, the fluctuation of RMB exchange rate against the US dollar will therefore affect the financial results of the Company.

During the reporting period, the Company has not processed any foreign currency hedging.





EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND ANY RELATED HEDGES *(Continued)*

As at 30 June 2009, the assets and liabilities of the Company denominated in foreign currencies (mainly in USD and HKD) included cash and cash equivalents of approximately RMB7,656,000 (as at 31 December 2008: RMB6,456,000), trade and other receivables of approximately RMB26,725,000 (as at 31 December 2008: RMB9,477,000), trade and other payables of approximately RMB137,000 (as at 31 December 2008: RMB137,000), loans from the Parent Company of approximately RMB2,606,500,000 (as at 31 December 2008: RMB2,489,126,000).

During the reporting period, the Company recorded an exchange gain of RMB1,020,000.

EXPOSURE TO FLUCTUATIONS IN INTEREST RATES

The non-current liability of the Company is RMB8,678,275,000, which includes assuming the borrowings from the Parent Company such as the loans from the European Investment Bank at an interest rates of six-month LIBOR plus 0.4% and the corporate bonds from the Parent Company at an interest rate with reference to published inter-bank repo rate issued by China Foreign Exchange Trading Centre & National Interbank Funding Centre. As such, any change in these rates will affect the interest expenses and financial results of the Company.

MATERIAL INVESTMENT, MATERIAL INVESTMENT PLAN AND MATERIAL FINANCING PLAN

On 12 June 2009, a general and unconditional mandate was granted at the annual general meeting of the Company to raise funds by way of debt financing in the PRC in one or multiple tranches with a maximum amount up to RMB10 billion (including RMB10 billion), including an amount of not more than RMB5 billion's (including RMB5 billion) corporate bonds. The Board will raise funds by way of debt financing under the above-mentioned mandate at appropriate time to satisfy the funding needs of the Company.

As at 30 June 2009, the directors of the Company were not aware of any material investment, material investment plan or financing plan that was required to be disclosed, other than as disclosed above and the disclosure already made in the announcements, circulars, the interim report and the annual report of the Company.

CONTINGENT LIABILITIES

Save as disclosed in the note 17 to the unaudited condensed interim financial information, the Company had no other significant contingent liabilities as at 30 June 2009.

EMPLOYEES AND EMPLOYEES' WELFARE

As at 30 June 2009, the number of employees of the Company was as follows, together with the comparative figures in the previous year:

| | As at 30 June 2009 | As at 30 June 2008 |
|---------------------------|--------------------------|--------------------------|
| Total number of employees | 1,992 | 1,734 |

The remuneration policy of employees is determined by the management of the Company based on market competitive practice and mainly consists of two parts, i.e. basic salaries and salaries based on performance.

MATERIAL LITIGATION OR ARBITRATION

The Company was not involved in any material litigation or arbitration during the reporting period.

ENTRUSTED DEPOSITS AND OVERDUE FIXED DEPOSITS

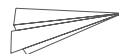
As at 30 June 2009, the Company did not have any entrusted deposits or uncollected fixed deposit upon maturity placed in any financial institutions or any other entities.

CAPITAL STRUCTURE AND ITS CHANGES

1. CAPITAL STRUCTURE

As at 30 June 2009, the total number of issued share capital of the Company was 4,330,890,000, including:

| | Number of shares | Percentage to total issued share capital |
|-----------------|------------------|--|
| Domestic shares | 2,451,526,000 | 56.61% |
| H shares | 1,879,364,000 | 43.39% |





CAPITAL STRUCTURE AND ITS CHANGES (*Continued*)

2. INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS AND OTHER PERSONS

As at 30 June 2009, the interests and short positions of the shareholders, other than directors or supervisors, in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company under Section 336 of the Securities of Futures Ordinance (Chapter 571 of the Laws of Hong Kong) ("SFO") were as follows:

| Name of substantial shareholder | Class of shares | Number of shares interested | Capacity | Approximate percentage of shareholding to the relevant class of share capital | Approximate percentage to the total issued share capital |
|---|-----------------|-----------------------------|--------------------|---|--|
| Capital Airports Holding Company (Note 1) | Domestic Shares | 2,451,526,000 (L) | Beneficial Owner | 100% | 56.61% |
| Government of Singapore Investment Corporation Pte Ltd (Note 2) | H Shares | 396,074,000 (L) | Investment manager | 21.07% | 9.15% |
| State Street Corporation (Note 3) | H Shares | 170,900,685 (P) | Custodian | 9.09% | 3.95% |

CAPITAL STRUCTURE AND ITS CHANGES *(Continued)*

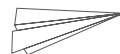
2. INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS AND OTHER PERSONS *(Continued)*

| Name of substantial shareholder | Class of shares | Number of shares interested | Capacity | Approximate percentage of shareholding to the relevant class of share capital | Approximate percentage to the total issued share capital |
|---|-----------------|-----------------------------|--------------------|---|--|
| Artio Global Management LLC (formerly known as Julius Baer Investment Management LLC) <i>(Note 4)</i> | H Shares | 150,495,216 (L) | Investment manager | 8.01% | 3.47% |

(L) = Long position

(S) = Short Position

(P) = Lending Pool





CAPITAL STRUCTURE AND ITS CHANGES (*Continued*)

2. INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS AND OTHER PERSONS (*Continued*)

Note:

1. Capital Airports Holding Company was incorporated in the PRC, and is the controlling shareholder of the Company.

Mr. Zhang Zhizhong, the chairman of the Board and an executive Director, is the General Manager and Vice Secretary of Communist Party of Capital Airports Holding Company.

Mr. Dong Zhiyi, the general manager of the Company and an executive Director, is the Vice General Manager and Secretary of Communist Party of Capital Airports Holding Company.

Mr. Chen Guoxing, a non-executive Director, is the Vice General Manager of Capital Airports Holding Company.

Mr. Gao Shiqing, a non-executive Director, is the Vice General Manager of Capital Airports Holding Company.

Ms. Zhao Jinglu, a non-executive Director, is the Chief Accountant of Capital Airports Holding Company.

2. The registered address of Government of Singapore Investment Corporation Pte Ltd is located in Singapore.
3. The registered address of State Street Corporation is located in Boston, USA.
4. The registered address of Artio Global Management LLC (formerly known as Julius Baer Investment Management LLC) is located in New York, USA, and is the member of Julius Baer Holdings, Inc.

SHORT POSITION IN SHARES

According to the register required to be kept by the Company under Section 336 of the SFO, as at 30 June 2009, there were no substantial shareholders or other people holding any short positions in the shares and underlying shares of the Company.

Save as disclosed above, the register required to be kept under section 336 of the SFO showed that the Company had not been notified of any other interests or short positions in the shares and underlying shares of the Company as at 30 June 2009.

INTERESTS AND SHORT POSITIONS OF DIRECTORS, SUPERVISORS AND CHIEF EXECUTIVES AND THEIR SECURITIES TRANSACTIONS

As at 30 June 2009, none of the directors or supervisors or the chief executives of the Company had any interests or short positions in any shares, any underlying shares and debentures of the Company or any associated corporations (within the meaning of Part XV of SFO as recorded in the register of the Company required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange of Hong Kong Limited (“HKEx”) pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix 10 of the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange (the “Listing Rules”). None of the directors, supervisors and the chief executives of the Company, or their associates had been granted or had exercised any such rights during the six months ended 30 June 2009.

AUDIT COMMITTEE

The Audit Committee of the Company consists of the four independent non-executive directors of the Company, and Mr. Kwong Che Keung, Gordon is the Chairman. Mr. Kwong Che Keung, Gordon, Mr. Dong Ansheng, Mr. Wang Xiaolong and Mr. Japhet Sebastian Law have experience in financial, legal and securities matters, and Mr. Kwong Che Keung, Gordon is a Certified Public Accountant. External auditors are invited to attend the Audit Committee meetings regularly and they can communicate with the Audit Committee individually, as they deem necessary.

The Audit Committee fulfills its supervisory responsibility as delegated by the Board through examining any matter relating to financial reporting, internal control systems, and considering auditing issues. The Audit Committee shall meet at least twice a year to review auditors’ reports, the status of the Company’s audits, internal auditing reports, and the interim and annual accounts of the Company prior to making recommendation to the Board for approval.





AUDIT COMMITTEE (Continued)

The Audit Committee is responsible for the evaluation of the Company's system of internal control and risk management.

The Audit Committee has reviewed the Company's unaudited condensed interim financial information for the six months ended 30 June 2009. It has also reviewed the accounting principles and methods adopted by the Company. The Audit Committee considers that the disclosure of the financial information in the unaudited condensed interim financial information and in the interim report complies with the applicable accounting standards and the requirements of the Listing Rules and the laws of Hong Kong.

CORPORATE GOVERNANCE AND COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

The Company is committed to establishing and maintaining high standards of corporate governance practices. The Company has complied with all requirements set out in the Code on Corporate Governance Practices contained in Appendix 14 of the Listing Rules throughout the six months ended on 30 June 2009.

BOARD OF DIRECTORS

Mr. Zhang Zhizhong was elected as an executive director of the Company at the extraordinary general meeting on 23 January 2009 and the term of appointment will expire on the date of the 2011 annual general meeting (the "AGM") of the Company, which is the end of the term of the fourth session of the Board. The Board also appointed Mr. Zhang Zhizhong as the Chairman of the Board with effect from 23 January 2009.

Mr. Yam Kum Weng was elected as a non-executive director of the Company at the annual general meeting of the Company on 12 June 2009 and the term of appointment will expire on the date of the AGM of the Company, which is the end of the term of the fourth session of the Board.

BOARD OF DIRECTORS *(Continued)*

The Board consists of 10 members, including 2 executive directors, 4 non-executive directors and 4 independent non-executive directors. There are four committees, including the Strategy Committee, the Audit Committee, the Remuneration Committee and the Nomination Committee. The members of the Board are as follows:

| | |
|-----------------------------|-------------------------------------|
| Mr. Zhang Zhizhong | Chairman, executive director |
| Mr. Dong Zhiyi | General Manager, executive director |
| Mr. Chen Guoxing | Non-executive Director |
| Mr. Gao Shiqing | Non-executive Director |
| Ms. Zhao Jinglu | Non-executive Director |
| Mr. Mr. Yam Kum Weng | Non-executive Director |
| Mr. Kwong Che Keung, Gordon | Independent Non-executive Director |
| Mr. Dong Ansheng | Independent Non-executive Director |
| Mr. Japhet Sebastian Law | Independent Non-executive Director |
| Mr. Wang Xiaolong | Independent Non-executive Director |

COMPLIANCE WITH THE MODEL CODE

The Company has formulated “the Model Code for Securities Transactions by Directors and Staff” as its code of conduct for securities transactions by directors and staff at terms no less than the required standard of the Model Code. For the six months ended 30 June 2009, the Company strictly complied with the Model Code for Securities Transactions by Directors and Staff.

Having made specific enquiries to the directors, supervisors and senior management of the Company, the Company has confirmed that each of them has complied with the Model Code during the six months ended 30 June 2009.



**UNAUDITED CONDENSED INTERIM BALANCE SHEET**

AS AT 30 JUNE 2009

| | Note | Unaudited As at 30 June 2009 Rmb'000 | Audited As at 31 December 2008 Rmb'000 |
|--------------------------------------|-------|--|--|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | 5 | 33,508,406 | 34,217,029 |
| Land use rights | | 752,280 | 760,414 |
| Intangible assets | | 118,603 | 127,013 |
| Investment in an associate | | — | 24,689 |
| Deferred income tax assets | | 89,574 | 87,358 |
| | | 34,468,863 | 35,216,503 |
| Current assets | | | |
| Inventories | | 41,080 | 24,002 |
| Trade and other receivables | 6 | 2,370,718 | 1,862,956 |
| Cash and cash equivalents | | 441,714 | 576,458 |
| | | 2,853,512 | 2,463,416 |
| Total assets | | 37,322,375 | 37,679,919 |
| EQUITY | | | |
| Capital and reserves | | | |
| Share capital | 7 | 4,330,890 | 4,330,890 |
| Share premium | | 4,602,735 | 4,602,735 |
| Capital reserve | | 300,000 | 300,000 |
| Statutory and discretionary reserves | 15(a) | 1,945,066 | 1,937,032 |
| Retained earnings | | 1,235,713 | 1,139,207 |
| Total equity | | 12,414,404 | 12,309,864 |

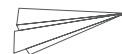
UNAUDITED CONDENSED INTERIM BALANCE SHEET

(Continued)

AS AT 30 JUNE 2009

| | Note | Unaudited As at 30 June 2009 Rmb'000 | Audited As at 31 December 2008 Rmb'000 |
|---|------|--|--|
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Retirement benefit obligations | | 61,882 | 66,616 |
| Deferred income | | 9,893 | 11,929 |
| Loan from Parent Company | 10 | 8,606,500 | 8,489,126 |
| | | 8,678,275 | 8,567,671 |
| Current liabilities | | | |
| Trade and other payables | 8 | 16,102,265 | 16,756,172 |
| Short-term bank borrowings | 9 | 84,535 | — |
| Current income tax liabilities | | 40,857 | 44,173 |
| Current portion of retirement benefit obligations | | 2,039 | 2,039 |
| | | 16,229,696 | 16,802,384 |
| Total liabilities | | 24,907,971 | 25,370,055 |
| Total equity and liabilities | | 37,322,375 | 37,679,919 |
| Net current liabilities | | (13,376,184) | (14,338,968) |
| Total assets less current liabilities | | 21,092,679 | 20,877,535 |

The notes on pages 27 to 56 form an integral part of this unaudited condensed interim financial information.





UNAUDITED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2009

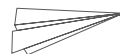
| | | Unaudited | |
|---|------|----------------------------------|-----------------|
| | | For the six months ended 30 June | |
| | Note | 2009 Rmb'000 | 2008 Rmb'000 |
| Revenues | | | |
| Aeronautical | 4 | 1,511,274 | 1,297,689 |
| Non-aeronautical | 4 | 795,261 | 716,675 |
| | | 2,306,535 | 2,014,364 |
| Business tax and levies | | | |
| Aeronautical | | (48,965) | (42,045) |
| Non-aeronautical | | (50,766) | (46,631) |
| | | (99,731) | (88,676) |
| Operating expenses | | | |
| Depreciation and amortisation | | (782,090) | (205,661) |
| Utilities and power | | (267,580) | (213,195) |
| Repairs and maintenance | | (206,106) | (263,518) |
| Staff costs | | (154,110) | (139,832) |
| Aviation safety and security guard costs | | (149,585) | (158,899) |
| Operating contracted service | | (104,438) | (66,852) |
| Greening and environmental maintenance | | (104,390) | (90,439) |
| Real estate and other taxes | | (71,643) | (47,882) |
| Rental expenses | | (31,701) | (586,162) |
| Other costs | | (82,036) | (82,464) |
| | | (1,953,679) | (1,854,904) |

UNAUDITED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Continued)

FOR THE SIX MONTHS ENDED 30 JUNE 2009

| | Note | Unaudited | |
|--|-------|----------------------------------|-----------------|
| | | For the six months ended 30 June | |
| | | 2009 Rmb'000 | 2008 Rmb'000 |
| Other income/(expenses) — net | 12 | 1,820 | (12,634) |
| Operating profit | 11 | 254,945 | 58,150 |
| Finance income | 13 | 2,043 | 21,098 |
| Finance costs | 13 | (117,930) | — |
| | | (115,887) | 21,098 |
| Profit before income tax | | 139,058 | 79,248 |
| Income tax expense | 14 | (34,518) | (22,930) |
| Profit for the period | | 104,540 | 56,318 |
| Total comprehensive income for the period | | 104,540 | 56,318 |
| Earnings per share | | | |
| — basic and diluted (Rmb) | 16 | 0.024 | 0.014 |
| Dividends | | | |
| Interim dividend declared | 15(b) | — | — |

The notes on pages 27 to 56 form an integral part of this unaudited condensed interim financial information.





UNAUDITED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30 JUNE 2009

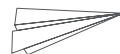
| | Unaudited | | | | | |
|--|---------------|---------------|-----------------|--------------------------------------|-------------------|--------------|
| | Share capital | Share premium | Capital reserve | Statutory and discretionary reserves | Retained earnings | Total equity |
| Note | Rmb'000 | Rmb'000 | Rmb'000 | Rmb'000 | Rmb'000 | Rmb'000 |
| Balance at 1 January 2008 | 4,046,150 | 3,032,824 | 300,000 | 1,718,655 | 1,641,383 | 10,739,012 |
| Profit and comprehensive income for the period | — | — | — | — | 56,318 | 56,318 |
| New shares issue | 284,740 | 1,569,911 | — | — | — | 1,854,651 |
| 2007 final dividend | — | — | — | — | (369,130) | (369,130) |
| Transfer to statutory and discretionary reserves | 15(a) | — | — | 214,360 | (214,360) | — |
| Balance at 30 June 2008 | 4,330,890 | 4,602,735 | 300,000 | 1,933,015 | 1,114,211 | 12,280,851 |
| Representing: | | | | | | |
| Share capital and reserves | 4,330,890 | 4,602,735 | 300,000 | 1,933,015 | 1,114,211 | 12,280,851 |
| 2008 declared interim dividend | 15(b) | — | — | — | — | — |
| Balance at 30 June 2008 | 4,330,890 | 4,602,735 | 300,000 | 1,933,015 | 1,114,211 | 12,280,851 |

UNAUDITED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Continued)

FOR THE SIX MONTHS ENDED 30 JUNE 2009

| | Note | Unaudited | | | | | Total equity Rmb'000 |
|--|-------|--------------------------|--------------------------|----------------------------|---|------------------------------|-------------------------|
| | | Share capital Rmb'000 | Share premium Rmb'000 | Capital reserve Rmb'000 | Statutory and discretionary reserves Rmb'000 | Retained earnings Rmb'000 | |
| Balance at 1 January 2009 | | 4,330,890 | 4,602,735 | 300,000 | 1,937,032 | 1,139,207 | 12,309,864 |
| Profit and comprehensive income for the period | | – | – | – | – | 104,540 | 104,540 |
| Transfer to statutory and discretionary reserves | 15(a) | – | – | – | 8,034 | (8,034) | – |
| Balance at 30 June 2009 | | 4,330,890 | 4,602,735 | 300,000 | 1,945,066 | 1,235,713 | 12,414,404 |
| Representing: | | | | | | | |
| Share capital and reserves | | 4,330,890 | 4,602,735 | 300,000 | 1,945,066 | 1,235,713 | 12,414,404 |
| 2009 declared interim dividend | 15(b) | – | – | – | – | – | – |
| Balance at 30 June 2009 | | 4,330,890 | 4,602,735 | 300,000 | 1,945,066 | 1,235,713 | 12,414,404 |

The notes on pages 27 to 56 form an integral part of this unaudited condensed interim financial information.





UNAUDITED CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE SIX MONTHS ENDED 30 JUNE 2009

| | | Unaudited | |
|--|------|----------------------------------|--------------------|
| | | For the six months ended 30 June | |
| | Note | 2009 Rmb'000 | 2008 Rmb'000 |
| Net cash from operating activities | | 469,750 | 84,546 |
| Net cash used in investing activities | 19 | (661,562) | (2,810,716) |
| Net cash from financing activities | 19 | 57,074 | 1,711,771 |
| Net decrease in cash and cash equivalents | | (134,738) | (1,014,399) |
| Cash and cash equivalents at 1 January | | 576,458 | 3,134,996 |
| Effect of exchange rate changes | | (6) | (15,032) |
| Cash and cash equivalents at 30 June | | 441,714 | 2,105,565 |

The notes on pages 27 to 56 form an integral part of this unaudited condensed interim financial information.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION

For the six months ended 30 June 2009

1. GENERAL INFORMATION

Beijing Capital International Airport Company Limited (the "Company") was incorporated as a joint stock company with limited liability in the People's Republic of China (the "PRC") on 15 October 1999 and listed on The Stock Exchange of Hong Kong Limited since 1 February 2000. The Company is majority owned by Capital Airports Holding Company, a state-owned enterprise established in the PRC ("CAHC" or the "Parent Company").

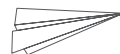
The Company is principally engaged in the ownership and operation of the international airport in Beijing ("Beijing Capital Airport") and the provision of related services.

The unaudited condensed interim financial information for the six months ended 30 June 2009 was approved by the Board of Directors for issue on 14 August 2009.

2. BASIS OF PREPARATION

This unaudited condensed interim financial information for the six months ended 30 June 2009 has been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting".

The unaudited condensed interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2008, which have been prepared in accordance with the International Financial Reporting Standards ("IFRS").





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION *(Continued)*

For the six months ended 30 June 2009

2. BASIS OF PREPARATION *(Continued)*

As at 30 June 2009, the current liabilities of the Company exceeded the current assets by approximately Rmb13,376,184,000 (as at 31 December 2008: Rmb14,338,968,000), which comprised primarily the short term payable to the Parent Company of Rmb13,936,382,000 (as at 31 December 2008: Rmb14,851,477,000). Given the debt obligations and working capital requirements, management has thoroughly considered the Company's available sources of funds as follows:

- The Company's continuous net cash inflow from operating activities;
- Unutilised long term banking facilities of approximately Rmb13.5 billion (as at 31 December 2008: Rmb13.5 billion);
- Aggregated bank loans of approximately Rmb10 billion (as at 31 December 2008: Rmb10 billion) currently borrowed by the Parent Company which can be assumed by the Company to reduce the amount payable to Parent Company.

In addition, the Company will continue to optimise its fund raising strategy from long-term perspectives and to seize the opportunity in the current capital market to take advantage of the low interest rates by issuing medium to long-term debts with low financing cost.

Based on the above considerations, the Board is of the opinion that the Company has sufficient available financial resources to meet or refinance its working capital requirements as and when they fall due. As a result, the financial information of the Company for the six months ended 30 June 2009 has been prepared on a going concern basis.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (*Continued*)

For the six months ended 30 June 2009

3. ACCOUNTING POLICIES

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2008, as described in those annual financial statements.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

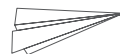
The following new/revised standards and amendments to standards which are relevant to the Company's operations are mandatory for the first time for the financial year beginning on 1 January 2009:

| | |
|--------------------------------|--|
| IAS 1 (Revised) and Amendment | "Presentation of Financial Statements" |
| IAS 19 Amendment | "Employee Benefits" |
| IAS 23 (Revised) and Amendment | "Borrowing Costs" |
| IAS 34 Amendment | "Interim Financial Reporting" |
| IAS 36 Amendment | "Impairment of Assets" |
| IFRS 7 Amendment | "Improving Disclosures about Financial Instruments" |
| IFRS 8 | "Operating Segments" |

Except for certain presentational changes as described below, the adoption of the above new/revised standards and amendments to standards does not have any significant impact on the unaudited condensed interim financial information.

- IAS 1 (revised), 'Presentation of Financial Statements'. The revised standard prohibits the presentation of items of income and expenses (that is 'non-owner changes in equity') in the statement of changes in equity, requiring 'non-owner changes in equity' to be presented separately from owner changes in equity. All 'non-owner changes in equity' are required to be shown in a performance statement.

Entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income).





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION *(Continued)*

For the six months ended 30 June 2009

3. ACCOUNTING POLICIES *(Continued)*

The Company has elected to present one statement: a statement of comprehensive income. The interim financial information has been prepared under the revised disclosure requirements.

- IAS 23 (revised), 'Borrowing Costs'. The amendment requires an entity to capitalise borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset (one that takes a substantial period of time to get ready for use or sale) as part of the cost of that asset. The option of immediately expensing those borrowing costs is removed. It is the Company's accounting policy to capitalise borrowing costs directly attributable to the construction of any qualifying assets as part of the cost of the assets.
- IFRS 8, 'Operating Segments'. IFRS 8 replaces IAS 14, 'Segment Reporting'. It requires a 'management approach' under which segment information is presented on the same basis as that used for internal reporting purposes.

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker has been identified as the Strategy Committee that makes strategic decisions.

There are certain revised standards, amendments to standards and interpretations which are not yet effective for the year beginning on 1 January 2009 and have not been early adopted by the Company in the unaudited condensed interim financial information. Management is currently assessing their related impact to the Company.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

4. REVENUE AND SEGMENT INFORMATION

The Strategy Committee reviews the Company's internal reporting in order to assess performance and allocate resources.

The Company runs a single business of operating and managing an airport and provision of related services in the PRC. Financial information on revenues is available for the Strategy Committee to make operating decisions.

| Analysis of revenue by category | For the six months ended 30 June | |
|--|----------------------------------|-----------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Aeronautical: | | |
| Passenger charges | 594,898 | 482,159 |
| Aircraft movement fees and related charges | 525,348 | 461,152 |
| Airport fee | 391,028 | 354,378 |
| | 1,511,274 | 1,297,689 |
| Non-aeronautical: | | |
| Concessions | 470,136 | 473,370 |
| Rentals | 300,560 | 206,554 |
| Car parking fee | 14,960 | 24,225 |
| Other | 9,605 | 12,526 |
| | 795,261 | 716,675 |
| Total revenues | 2,306,535 | 2,014,364 |

The Company is domiciled in the PRC from where all of its revenues from external customers are derived and in where all of its assets are located.





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

5. PROPERTY, PLANT AND EQUIPMENT

Movements in property, plant and equipment during the period are set out below:

| | For the six months ended 30 June | |
|--|----------------------------------|-----------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Opening net book value as at 1 January | 34,217,029 | 7,986,574 |
| Additions | 48,842 | 86,602 |
| Disposals | (611) | (4,539) |
| Depreciation | (756,854) | (197,817) |
| Closing net book value as at 30 June | 33,508,406 | 7,870,820 |

As at 30 June 2009, buildings and taxiways with net book value of Rmb691,122,000 (as at 31 December 2008: Rmb702,121,000) and Rmb1,068,151,000 (as at 31 December 2008: Rmb1,081,875,000) respectively are situated on parcels of allocated land owned by Parent Company and a third party. These parcels of land are occupied by the Company at nil consideration. The Company is in the process of applying for the building ownership certificates of these buildings.

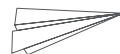
As at 30 June 2009, buildings and terminal with net book value of Rmb10,026,539,000 (as at 31 December 2008: Rmb10,133,770,000) are situated on parcels of land acquired from Parent Company in 2008. The Company is in the process of applying for the building ownership certificates of these buildings.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

6. TRADE AND OTHER RECEIVABLES

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|--|-------------------------------------|---|
| Trade receivables | | |
| – CAHC, its fellow subsidiaries and related parties (note20(a)) | 400,706 | 489,174 |
| – other parties | 1,764,844 | 1,273,563 |
| | 2,165,550 | 1,762,737 |
| Less: Provision for impairment | (25,253) | (25,253) |
| | 2,140,297 | 1,737,484 |
| Notes receivable (note 9) | | |
| – other parties | 84,535 | – |
| Prepayments and other receivables | | |
| – CAHC, its fellow subsidiaries and related parties (note20(a)) | 65,967 | 65,967 |
| – other parties | 79,919 | 59,505 |
| | 145,886 | 125,472 |
| | 2,370,718 | 1,862,956 |





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

6. TRADE AND OTHER RECEIVABLES (Continued)

The ageing analysis of the trade receivables is as follows:

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|--------------------|-------------------------------------|---|
| Less than 3 months | 965,093 | 989,790 |
| 4-6 months | 586,009 | 398,839 |
| 7-12 months | 435,109 | 283,410 |
| Over 12 months | 179,339 | 90,698 |
| | 2,165,550 | 1,762,737 |

The credit terms given to trade customers are determined on an individual basis with normal credit period mainly between 1 to 6 months.

7. SHARE CAPITAL

| | As at 30 June 2009 | | As at 31 December 2008 | |
|-----------------------------------|--|-----------------------------|--|-----------------------------|
| | Number of ordinary shares (thousands) | Nominal value RMB'000 | Number of ordinary shares (thousands) | Nominal value RMB'000 |
| Registered, issued and fully paid | | | | |
| H-Shares of Rmb1.00 each | 1,879,364 | 1,879,364 | 1,879,364 | 1,879,364 |
| Domestic Shares of Rmb1.00 each | 2,451,526 | 2,451,526 | 2,451,526 | 2,451,526 |
| | 4,330,890 | 4,330,890 | 4,330,890 | 4,330,890 |

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

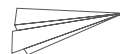
For the six months ended 30 June 2009

7. SHARE CAPITAL (Continued)

As at 30 June 2009 and 31 December 2008, the total number of ordinary shares issued is 4,330,890,000 shares with par value of Rmb1 per share. All issued shares were fully paid.

8. TRADE AND OTHER PAYABLES

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|---|-------------------------------------|---|
| Payable to Parent Company (note 20(a)) | 13,936,382 | 14,851,477 |
| Payables to CAHC's fellow subsidiaries and related parties (note 20(a)) | 627,479 | 385,615 |
| Tax payable (note b) | 324,722 | 324,722 |
| Construction payable | 283,891 | 393,747 |
| Notes payable (note c) | 188,168 | — |
| Maintenance fee payable | 155,460 | 190,964 |
| Payroll and welfare payable | 149,464 | 113,172 |
| Deposits received | 83,513 | 84,736 |
| Receipts on behalf of North China Air Traffic Control Bureau (note d) | 71,509 | 71,509 |
| Business tax payable | 28,466 | 76,258 |
| Housing subsidy payable to employees (note e) | 13,033 | 12,525 |
| Other payables | 240,178 | 251,447 |
| | 16,102,265 | 16,756,172 |





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

8. TRADE AND OTHER PAYABLES (Continued)

- (a) The ageing analysis of trade and other payables is as follows:

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|--------------------|-------------------------------------|---|
| Less than 3 months | 781,694 | 15,152,804 |
| 4-6 months | 455,813 | 517,001 |
| 7-12 months | 14,269,385 | 891,685 |
| Over 12 months | 595,373 | 194,682 |
| | 16,102,265 | 16,756,172 |

- (b) The amount represents payable to tax bureau for deed taxes and stamp duties in respect of the acquisition of Phase III Assets.
- (c) This represents the bank acceptance bills issued for the operating cost payables with maximum maturity period of up to six months.
- (d) This represents the receipts received by the Company on behalf of North China Air Traffic Control Bureau on the service rendered for air traffic control, communication and weather, etc. The balance is payable on demand.
- (e) Housing subsidy payable to employees includes one-off housing subsidy which was received from CAHC and is to be paid to certain employees of the Company on behalf of CAHC in accordance with the PRC housing reform regulations. The one-off housing subsidy was attributable to the period prior to the Company's restructuring in 1999 in preparation for the offering of the Company's shares.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION *(Continued)*

For the six months ended 30 June 2009

9. SHORT-TERM BANK BORROWINGS

This represents bank borrowings which are repayable within one year, denominated in Renminbi and secured by the Company's notes receivable (note 6). They bear interests at 2.004% which are borne by the issuers of the notes receivable.

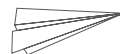
10. LOAN FROM PARENT COMPANY

As at 30 June 2009, as part of the acquisition of Phase III Assets, the Company entered into agreements with the Parent Company to assume the following borrowings which were previously obtained by the Parent Company from European Investment Bank and domestic financial institutions with same terms. The borrowings were not reassigned into the name of the Company.

- (a) Loan amount of USD381,519,000 (as at 31 December 2008: USD364,195,000) (equivalent to approximately Rmb2,606,500,000 (as at 31 December 2008: Rmb2,489,126,000))

The loan is unsecured, interest bearing at LIBOR plus 0.4%. The interest is payable semi-annually. The principal amount is repayable semi-annually commencing on 15 December 2010 with maturity through 15 June 2030.

During the six months ended 30 June 2009, the Company assumed a loan amount of USD17,324,000 (equivalent to approximately Rmb117,374,000) further borrowed by the Parent Company. Accordingly, the amount payable to Parent Company was reduced by the same amount (note 20(a)).





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION *(Continued)*

For the six months ended 30 June 2009

10. LOAN FROM PARENT COMPANY *(Continued)*

- (b) Loan amount of Rmb2,000,000,000 (as at 31 December 2008: Rmb2,000,000,000)

The loan is unsecured and the interest rate is referenced to published inter-bank repo rates issued by China Foreign Exchange Trading Center & National Interbank Funding Center and repriced every half yearly. The interest is payable semi-annually and the principal amount is repayable in full in 2015 with an option for early repayment on 20 July 2010.

- (c) Loan amount of Rmb4,000,000,000 (as at 31 December 2008: Rmb4,000,000,000)

The loan is unsecured and the interest rate is referenced to published inter-bank repo rates issued by China Foreign Exchange Trading Center & National Interbank Funding Center and repriced every half yearly. The interest is payable semi-annually and the principal amount is repayable in full in 2016.

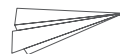
NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

11. OPERATING PROFIT

The following items have been included in arriving at the operating profit:

| | For the six months ended 30 June | |
|---|----------------------------------|-----------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Depreciation on property, plant and equipment | | |
| — owned assets | 743,718 | 190,476 |
| — owned assets leased out under operating leases | 13,136 | 7,341 |
| Loss on disposals of property, plant and equipment | 595 | 1,767 |
| Amortisation of land use rights | 8,134 | 2,631 |
| Amortisation of intangible assets | 17,102 | 5,213 |
| Operating lease rentals | | |
| — land use rights on which the airfield and related areas of Phase III Assets are situated (note 20(b)(i)) | 14,000 | — |
| — land use rights (note 20(b)(ii)) | 3,382 | 3,382 |
| — Information technology center (note 20(b)) | 8,172 | — |
| — Phase III Assets (note 20(b)) | — | 530,621 |
| — airfield assets (note 20(b)) | — | 48,373 |
| — other rentals | 6,147 | 3,786 |
| Provision for impairment of trade receivables | — | 6,422 |





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

12. OTHER INCOME/(EXPENSES) – NET

| | For the six months ended 30 June | |
|--|----------------------------------|-----------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Foreign exchange gains/(losses) – net | 1,020 | (14,821) |
| Amortisation of deferred income relating to government subsidies | 800 | – |
| Fair value gain on forward foreign exchange contract | – | 3,300 |
| Impairment of investment in an associate | – | (1,113) |
| | 1,820 | (12,634) |

13. FINANCE (COST)/INCOME – NET

| | For the six months ended 30 June | |
|--|----------------------------------|-----------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Finance income: | | |
| Interest income on bank deposits | 2,043 | 21,098 |
| Finance costs: | | |
| Interest for loan from Parent Company (note 20(b)) | (115,252) | – |
| Interest for notes payable | (1,530) | – |
| Bank charges | (1,148) | – |
| | (117,930) | – |
| | (115,887) | 21,098 |

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

14. INCOME TAX EXPENSE

The Company is subject to corporate income tax at a rate of 25% (2008: 25%) on its taxable income as determined in accordance with the relevant PRC income tax rules and regulations.

| | For the six months ended 30 June | |
|---------------------|----------------------------------|-----------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Current tax | 36,734 | 23,168 |
| Deferred tax credit | (2,216) | (238) |
| | 34,518 | 22,930 |

15. PROFIT APPROPRIATIONS

(a) Statutory and discretionary reserves

In accordance with the relevant laws and regulations of the PRC and the Articles of Association of the Company, when distributing the net profit of each year, the Company shall set aside 10% of its profit after taxation (based on the Company's local statutory financial statements) for the statutory surplus reserve fund (except where the reserve balance has reached 50% of the Company's registered capital), and, at the discretion of the Board of Directors, to the discretionary surplus reserve fund. These reserves cannot be used for purposes other than those for which they are created and are not distributable as cash dividends.

The profit appropriation of Rmb8,034,000 (20% of profit after taxation) to the discretionary surplus reserve fund for the year ended 31 December 2008 was recorded in the financial statements for the six months ended 30 June 2009.





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION *(Continued)*

For the six months ended 30 June 2009

15. PROFIT APPROPRIATIONS *(Continued)*

(a) Statutory and discretionary reserves *(Continued)*

According to the Articles of Association of the Company, the reserve available for distribution is the lower of the amount determined under the PRC accounting standards and the amount determined under IFRS. As at 30 June 2009, the reserve available for distribution was approximately Rmb914,198,000 (as at 31 December 2008: Rmb821,967,000).

(b) Dividends

The Board of Directors does not recommend the payment of an interim dividend for the six months ended 30 June 2009 (2008: nil).

16. EARNINGS PER SHARE

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

| | For the six months ended 30 June | |
|--|----------------------------------|-----------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Profit attributable to equity holders of the Company <i>(Rmb'000)</i> | 104,540 | 56,318 |
| Weighted average number of ordinary shares in issue <i>(thousands)</i> | 4,330,890 | 4,077,788 |
| Basic earnings per share <i>(Rmb per share)</i> | 0.024 | 0.014 |

Diluted earnings per share is equal to basic earnings per share as there were no potential dilutive ordinary shares outstanding during the six months ended 30 June 2009 and 30 June 2008.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

17. CONTINGENCIES

The Board of Directors understand that certain residents living in the vicinity of the Beijing Capital Airport have made complaints to the Beijing Municipal Government of the aircraft engine noise created by approaching and departing aircrafts, and requested relocation and/or compensation. The Board of Directors of the Company also understand that the relevant government authorities have been involved in resolving these complaints.

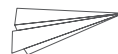
As at the period end, the outcome was still pending. Any potential financial impact to the Company, if any, will depend on the final resolution of these complaints with the parties involved. The Company has no further information to ascertain any liability on its part and the extent of compensation payable and therefore no provision has been made in the unaudited condensed interim financial information.

18. COMMITMENTS

Capital commitments

Capital commitments primarily relate to the construction of and equipment to be installed at the airport terminals and other airport facilities upgrading projects. The Company had the following outstanding capital commitments not provided for in the financial information as at 30 June 2009:

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|-----------------------------------|---|---|
| Authorised and contracted for | 294,203 | 272,934 |
| Authorised but not contracted for | 279,257 | 343,547 |
| | 573,460 | 616,481 |





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

18. COMMITMENTS (Continued)

Operating lease arrangements — where the Company is the lessee

As at 30 June 2009, the future aggregate minimum lease payments under non-cancellable operating leases are as follows:

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|---|-------------------------------------|---|
| Not later than 1 year | 51,085 | 51,085 |
| Later than 1 year and not later than 5 years | 147,215 | 155,376 |
| Later than 5 years | 617,815 | 635,197 |
| | 816,115 | 841,658 |

Operating lease arrangements — where the Company is the lessor

As at 30 June 2009, the future minimum lease payment receivables under non-cancellable operating leases for buildings are as follows:

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|---|-------------------------------------|---|
| Not later than 1 year | 178,544 | 146,449 |
| Later than 1 year and not later than 5 years | 88,054 | 89,683 |
| Later than 5 years | 17,500 | 20,000 |
| | 284,098 | 256,132 |

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

18. COMMITMENTS (Continued)

Concession income agreements

As at 30 June 2009, the future minimum concession income receivable under non-cancellable agreements in respect of the operating rights of retailing, advertising, restaurant, food shop businesses are as follows:

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|---|---|---|
| Not later than 1 year | 472,386 | 812,972 |
| Later than 1 year and not later than 5 years | 532,000 | 532,000 |
| Later than 5 years | 66,500 | 133,000 |
| | 1,070,886 | 1,477,972 |





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

19. SUPPLEMENTARY INFORMATION TO UNAUDITED CONDENSED INTERIM CASH FLOW STATEMENT

Cash flows (used in)/ from investing and financing activities included the following:

| | For the six months ended 30 June | |
|--|----------------------------------|--------------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Investing activities | | |
| Settlement of payable to Parent Company | (500,000) | — |
| Purchase of property, plant and equipment | (182,313) | (179,140) |
| Purchase of intangible assets | (9,157) | (3,846) |
| Prepayment of Phase III Assets to Parent Company | — | (2,651,600) |
| Net cash inflow on disposal of an associate | 24,689 | — |
| Net proceeds from disposals of property, plant and equipment | 16 | 2,772 |
| Interest received | 5,203 | 21,098 |
| | (661,562) | (2,810,716) |
| Financing activities | | |
| Proceeds from issuance of ordinary shares | — | 1,854,651 |
| Drawdown of short-term bank borrowings | 84,535 | — |
| Dividends paid | — | (142,880) |
| Interest paid | (27,461) | — |
| | 57,074 | 1,711,771 |

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (*Continued*)

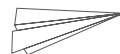
For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS

The Company is controlled by CAHC which owns 57% of the Company's shares. The remaining 43% of the shares are widely held. The Board of Directors consider CAHC, which is a PRC state-owned enterprise under the supervision of CAAC, to be the ultimate holding company.

The Company is part of a larger group of companies under CAHC and has extensive transactions and relationships with members of the CAHC group. The transactions between the Company and members of the CAHC group are either on normal commercial terms or on terms no less favourable to the Company than terms available to or from (as appropriate) independent third parties.

CAHC itself is a state-owned enterprise and is controlled by the PRC government, which also owns a significant portion of the productive assets in the PRC. In accordance with IAS 24 (revised 2003), "Related Party Disclosure", state-owned enterprises and their subsidiaries, other than CAHC group companies, directly or indirectly controlled by the PRC government are also defined as related parties of the Company.





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION *(Continued)*

For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS *(Continued)*

A significant portion of the Company's business activities are conducted with state-owned enterprises. Sale of certain services to these state-owned enterprises are at state-prescribed prices which are similar to prices to other customers. The Company considers that these sales are activities in the ordinary course of business.

The Company is ultimately controlled by the PRC government, which also controls a substantial number of entities in the PRC. For the purpose of related party transactions disclosure, the Company has in place procedures to identify the immediate ownership structure of its customers and suppliers as to whether they are state-owned enterprises. However, the Company receives airport fee as part of its transactions and thus, is likely to have extensive transactions with the employees of stated-owned enterprises while such employees are on corporate business as well as key management personnel and their close family members. These transactions are carried out on the same terms that are consistently applied to all customers. Due to the vast volume and the pervasiveness of these transactions, management is unable to determine the aggregate amount of the transactions for disclosure. Therefore, the transactions disclosed below do not include such transactions with these related parties. Management is of the view that it has provided meaningful disclosures of related party transactions.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS (Continued)

(a) Balances with related parties

As at 30 June 2009, balances with related parties comprised of:

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|--|-------------------------------------|---|
| Trade receivables from and prepayments to CAHC, its fellow subsidiaries and related parties (note 6 and (i)) | 466,673 | 555,141 |
| Deposit placed with a subsidiary of CAHC (note iii) | 44,172 | — |
| Trade and other payables to CAHC (note 8 and (i)) | | |
| – Consideration payable of Phase III Assets (note 10 and 19) | 12,934,046 | 13,551,420 |
| – Transitional usage fee of Phase III Assets | 700,598 | 1,080,628 |
| – Interest payable on loan from Parent Company | 181,065 | 92,220 |
| – Lease of land on which the airfield and related areas of Phase III Assets are situated (note 20(b)(i)) | 42,000 | 28,000 |
| – Lease of airfield assets of Phase III Assets | — | 14,211 |
| – Other payables | 78,673 | 84,998 |
| | 13,936,382 | 14,851,477 |





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS (Continued)

(a) Balances with related parties (Continued)

| | As at 30 June 2009 Rmb'000 | As at 31 December 2008 Rmb'000 |
|---|-------------------------------------|---|
| Trade and other payables to CAHC's fellow subsidiaries and related parties (note 8 and (i)) | 627,479 | 385,615 |
| Loan from Parent Company (note 10) | 8,606,500 | 8,489,126 |
| Balances with other state-owned enterprises: | | |
| Trade and other receivables (note ii) | 1,263,834 | 1,079,488 |
| Trade and other payables (note ii) | 549,698 | 461,971 |
| Bank deposits (note iii) | 278,339 | 219,937 |
| Short-term bank borrowings (note 9) | 84,535 | — |

- (i) The amounts due from and to CAHC, its fellow subsidiaries and related parties are unsecured and interest free.
- (ii) Trading balances with state-owned enterprises have similar terms of repayments as the balances with third parties while other balances with state-owned enterprises are unsecured, interest free and repayable on demand.
- (iii) The deposits were entered into in accordance with the terms as set out in the respective agreements or as mutually agreed between the parties in concern. The interest rates were set at prevailing market rates.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

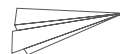
For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS (Continued)

(b) Transactions with related parties

The following is a summary of significant transactions carried out with related parties in the ordinary course of business for the six months ended 30 June:

| | 2009 Rmb'000 | 2008 Rmb'000 |
|--|-----------------|-----------------|
| Transactions with CAHC, its fellow subsidiaries and related parties: | | |
| Revenues: | | |
| Concessions from the related parties | 468,963 | 468,508 |
| Rental income from related parties for leasing of counters, premises and office space | 60,089 | 44,774 |
| Leasing of premises to a subsidiary of CAHC | 38,806 | 22,886 |
| Aeronautical revenue from related parties | 6,621 | 8,050 |
| Management fee from CAHC | 2,707 | 2,715 |





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS (Continued)

(b) Transactions with related parties (Continued)

| | 2009 Rmb'000 | 2008 Rmb'000 |
|--|-----------------|-----------------|
| Expenses: | | |
| Provision of utilities and power supply by a subsidiary of CAHC | 267,580 | 212,854 |
| Provision of aviation safety and security guard services by a subsidiary of CAHC | 149,585 | 158,899 |
| Provision of certain sanitary services, baggage cart management services and greening and environmental maintenance services by an associate of CAHC | 72,477 | 68,368 |
| Provision of terminal maintenance services by subsidiaries of CAHC | 64,499 | — |
| Provision of accessorial power and energy services by a subsidiary of CAHC | 48,723 | 44,412 |

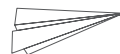
NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS (Continued)

(b) Transactions with related parties (Continued)

| | 2009 Rmb'000 | 2008 Rmb'000 |
|--|-----------------|-----------------|
| Expenses: (Continued) | | |
| Leasing of land on which the airfield and related areas of Phase III Asset are situated (note i) | 14,000 | — |
| Provision of airport guidance service by a subsidiary of CAHC | 10,091 | 1,565 |
| Leasing of information technology center from CAHC | 8,172 | — |
| Leasing of land use rights from CAHC (note ii) | 3,382 | 3,382 |
| Provision of airfield maintenance services from a subsidiary of CAHC | 2,745 | — |
| Leasing of apartments from CAHC | 2,450 | 1,000 |
| Provision of beverage service by a subsidiary of CAHC | 1,190 | 800 |
| Leasing of Phase III assets from CAHC | — | 530,621 |
| Leasing of airfield assets of Phase III Assets from CAHC | — | 48,373 |
| Interest charges on loan from Parent Company | 115,252 | — |
| Other: | | |
| Provision of construction service from subsidiaries of CAHC | 4,600 | 3,112 |





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION *(Continued)*

For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS *(Continued)*

(b) Transactions with related parties *(Continued)*

- (i) On 31 January 2008, the Company entered into an supplemental lease agreement with CAHC in relation to the lease agreement dated 26 October 2006 in respect of the land on which the airfield and related areas of Phase III Assets are situated at an annual rental of Rmb28,000,000.
- (ii) On 16 November 1999, the Company entered into an agreement with CAHC to lease the land use rights for the land on which the runways, taxiways, aprons and certain parking areas are situated with provisions for early termination on specified circumstances, at an annual rental of Rmb6,764,000 (2008: Rmb6,764,000). CAHC has leased the land from the PRC government for a period of 50 years for runways, taxiways and aprons and 40 years for certain parking areas.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION (Continued)

For the six months ended 30 June 2009

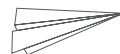
20. RELATED PARTY TRANSACTIONS (Continued)

(b) Transactions with related parties (Continued)

The following transactions were carried out with other state-owned enterprises for the six months ended 30 June:

| | 2009 <i>Rmb'000</i> | 2008 <i>Rmb'000</i> |
|---|------------------------|------------------------|
| Revenues: | | |
| Passenger charges, aircraft movement fees and related charges | 827,202 | 674,530 |
| Rentals | 123,920 | 101,183 |
| Interest income received | 1,920 | 14,911 |
| Concessions | 1,172 | 4,862 |
| Expenses: | | |
| Maintenance and operating contracted service | 26,680 | 119,745 |
| Insurance paid | 7,847 | 5,463 |
| Interest expenses paid | 1,530 | — |
| Other transactions: | | |
| Purchases of property, plant and equipment | 31,640 | 43,720 |
| Short-term bank borrowings drawn (<i>note 9</i>) | 84,535 | — |

The above transactions with related parties were entered into in accordance with the terms as set out in the agreements governing the transactions, or related regulations stipulated by CAAC or as mutually agreed between the parties.





NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION *(Continued)*

For the six months ended 30 June 2009

20. RELATED PARTY TRANSACTIONS *(Continued)*

(c) Key management personnel compensation

| | For the six months ended 30 June | |
|---|----------------------------------|-----------------|
| | 2009 Rmb'000 | 2008 Rmb'000 |
| Salaries, allowances and other benefits | 1,265 | 1,095 |

21. PRIOR YEAR COMPARATIVES

Certain comparative figures have been reclassified to conform with the changes in presentation adopted for the current period.

GENERAL INFORMATION OF THE COMPANY

BOARD OF DIRECTORS

Executive Directors

Zhang Zhizhong (Chairman)
Dong Zhiyi (General Manager)

Non-executive Directors

Chen Guoxing
Gao Shiqing
Zhao Jinglu
Yam Kum Weng

Independent Non-executive Directors

Kwong Che Keung, Gordon
Dong Ansheng
Japhet Sebastian Law
Wang Xiaolong

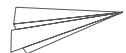
COMMITTEES

Audit Committee

Kwong Che Keung, Gordon (Chairman)
Dong Ansheng
Japhet Sebastian Law
Wang Xiaolong

Remuneration Committee

Wang Xiaolong (Chairman)
Kwong Che Keung, Gordon
Dong Ansheng
Japhet Sebastian Law
Zhang Zhizhong
Gao Shiqing





GENERAL INFORMATION OF THE COMPANY *(Continued)*

Nomination Committee

Dong Ansheng (Chairman)
Kwong Che Keung, Gordon
Japhet Sebastian Law
Wang Xiaolong
Dong Zhiyi

Strategy Committee

Zhang Zhizhong (Chairman)
Dong Zhiyi

LEGAL REPRESENTATIVE

Zhang Zhizhong

COMPANY SECRETARY

Shu Yong

AUDITOR

PricewaterhouseCoopers

REGISTERED ADDRESS

Capital Airport, Beijing, the People's Republic of China

GENERAL INFORMATION OF THE COMPANY *(Continued)*

PRINCIPAL ADDRESS OF BUSINESS IN HONG KONG

21/F, ICBC Tower, Citibank Plaza,
3 Garden Road, Hong Kong.

INVESTORS RELATION DEPARTMENT

Secretariat to the Board

E-mail address: ir@bcia.com.cn
Fax number: 8610 6450 7700
Website: www.bcia.com.cn

SHARE REGISTRAR AND TRANSFER OFFICE

Hong Kong Registrars Limited

1712-1716, 17th Floor
Hopewell Centre
183 Queen's Road East
Wanchai, Hong Kong

SHARE INFORMATION

Name of H shares : Beijing Airport
Stock code : 00694





PRICE AND TURNOVER HISTORY

| Year | Price per share | | Turnover of Share (in millions) |
|-------------|-----------------|------------|------------------------------------|
| | High (HK\$) | Low (HK\$) | |
| 2008 | | | |
| July | 7.75 | 6.10 | 288.0 |
| August | 6.55 | 5.26 | 195.4 |
| September | 7.28 | 5.20 | 281.0 |
| October | 6.69 | 3.27 | 382.2 |
| November | 5.53 | 3.89 | 198.0 |
| December | 4.50 | 3.56 | 196.7 |
| 2009 | | | |
| January | 4.40 | 3.18 | 156.8 |
| February | 3.79 | 2.88 | 143.6 |
| March | 3.72 | 2.55 | 278.8 |
| April | 5.25 | 3.45 | 252.5 |
| May | 6.32 | 4.95 | 141.8 |
| June | 6.59 | 4.70 | 208.6 |