

II. BASIC CORPORATE INFORMATION

(I) Basic corporate information

1. Chinese name of the Company : 北人印刷機械股份有限公司
Chinese abbreviation : 北人印刷
English name of the Company : Beiren Printing Machinery Holdings Limited
English abbreviation : BR
2. Place of listing of Company's A Shares : Shanghai Stock Exchange
A Share short name : G北人
A Share securities code : 600860
Place of listing of Company's H Shares : The Stock Exchange of Hong Kong Limited
H Shares short name : Beiren Printing
H Shares stock code : 187
3. Registered address : No. 6 Rong Chang Dong Street, Economic and Technological Development Zone, Beijing, the PRC
Office address : No. 6 Rong Chang Dong Street, Economic and Technological Development Zone, Beijing, the PRC
Postal code : 100176
Internet website : <http://www.beirengf.com.cn>
Email address : beirengf@beirengf.com
4. Legal representative : Mr. Zhu Wuan
5. Secretary to the Board of Directors : Madam Rong Peimin
Telephone number : 86-010-67802565
Facsimile number : 86-010-67802570
Email address : beirengf@beirengf.com
Correspondence address : No. 6 Rong Chang Dong Street, Beijing Economic and Technological Development Zone, Beijing, the PRC
6. Newspapers designated for dissemination of the Company's information : Shanghai Securities News
Hong Kong Economic Times
The Standard
Internet website specified by China Securities Regulatory Commission : <http://www.sse.com.cn>
Place for Inspecting the Company's Interim Report : No. 6 Rong Chang Dong Street, Beijing Economic and Technological Development Zone, Beijing, the PRC
7. Other basic information
 - Other related information
 - Date of first business registration of the Company : 13 July 1993
 - Dates of changes in business registration : 20 January 2003
24 December 2003
 - Place of registration : Beijing, the PRC
 - Business licence number : 1100001501595
 - Tax registration number : Jing Guo Shui Chao Zi 110105101717457
 - Auditors : Deloitte Touche Tohmatsu CPA Ltd.
 - Address of auditors : 8/F Office Tower W2
The Towers, Oriental Plaza
1 East Chang An Avenue
Beijing 100738, PRC
 - Auditors : Deloitte Touche Tohmatsu,
Certified Public Accountants, Hong Kong
 - Address of auditors : 26/F, Wing On Centre,
111 Connaught Road Central, Hong Kong
 - Legal adviser : China Kang Da Law Office
 - Address of legal adviser : No. 19, Jianguomenwai Dajie, Chaoyang District,
Beijing, China
 - Legal adviser : Woo, Kwan, Lee & Lo
 - Address of legal adviser : 27/F, Jardine House, Central, Hong Kong

(II) Major financial data and indices

1. Major accounting data and financial indices

Unit: RMB

	As at 30 June 2006	As at 31 December 2005	Increase (+/ decrease (-) (%)
Current assets	1,318,399,670.28	1,267,355,683.74	4.03
Current liabilities	917,417,217.77	796,409,311.67	15.19
Total assets	2,230,542,015.92	2,127,384,112.13	4.85
Shareholders' equity (after minority interests)	1,261,276,891.13	1,280,500,032.83	(1.50)
Net assets per share	2.99	3.03	(1.32)
Adjusted net assets per share	2.95	2.98	(1.01)
	For the reporting period (Jan-Jun)	For the same period last year	Increase (+/ decrease (-) (%)
Net profit	10,289,541.69	35,636,206.18	(71.13)
Net profit after extraordinary items	6,221,595.79	35,126,618.71	(82.29)
Earnings per share	0.024	0.084	(71.43)
Return on net assets (%)	0.82	2.81	Decrease by 1.99 percentage points
Net cash flows from operating activities	(1,713,692.20)	(48,248,725.31)	96.45

2. Extraordinary items and amount

Unit: RMB

Extraordinary items	Amount
Gain (+)/loss (-) from disposal of long term equity investment,	
fixed assets, construction in progress, intangible assets and other long term assets	(151,599.50)
Other non-operating revenue and expenditure after provision for impairment in value of assets	545,806.40
Reversal of provision for impairment for previous years	3,932,760.97
Income tax	(59,131.04)
Minority interests	(199,890.93)
Total	4,067,945.90

3. Differences between domestic and international accounting standards

Unit: RMB'000

Item	Net profit		Shareholders' equity	
	For six months ended 30 June 2006	For six months ended 30 June 2005	As at 31 December 2005	As at 30 June 2006
Prepared under the PRC GAAP	10,290	35,636	1,280,500	1,261,277
Adjusted under the Generally Accepted Accounting Principles in Hong Kong ("HK GAAP"):				
Difference in valuation of net assets contributed by Beiren Group Corporation			(60,198)	(60,198)
Consequential adjustment on net assets contributed by Beiren Group Corporation	33	156	48,211	48,244
Difference in valuation of capital contribution to subsidiaries	16	16	(290)	(274)
Investment income recognised as option payments				
Difference in impairment loss of other assets				
Difference in recognition of deferred tax assets/liabilities	841	2,475	19,684	20,525
Difference in recognition of goodwill upon acquisition of a subsidiary			4,479	4,479
Difference in amortisation of goodwill upon acquisition of a subsidiary	113		(1,344)	(1,231)
Difference arising from minority interests stated as equity	337	488	51,029	51,366
Others	(1,399)	115	726	(700)
Prepared under HK GAAP	10,231	38,886	1,342,797	1,323,488

Explanations:

During the year, the impact of the differences between domestic and international accounting standards on net profit was RMB-59,000. The difference was mainly due to the following:

1. Consequential adjustment on net assets contributed by Beiren Group Corporation

In accordance with Hong Kong Statements of Standard Accounting Practices ("SSAPs"), the land contributed by Beiren Group Corporation into the Company was accounted for as an increase in capital reserve. In accordance with PRC accounting standards, the amount was recorded as the increase in long term deferred expenses. Accordingly, the related amortisation charge of RMB33,000 for the year was reversed under HK GAAP.

2. Difference in valuation of capital contribution to subsidiaries

In accordance with SSAPs, the intangible assets invested by the Company into the subsidiaries at cost of RMB4,624,000 were written off in relevant years. In accordance with PRC accounting standards, the intangible assets were stated as assets of the Group. Accordingly, the related amount of amortisation of RMB16,000 for the year was reversed under HK GAAP.

3. Difference in recognition of deferred tax

In accordance with SSAP 12 (revised), deferred tax adjustment shall be made to the impacts of income tax arising from differences between domestic and international accounting principles. This led to the difference of RMB841,000 in net profit.

4. Difference in recognition of government subsidy

In accordance with SSAP 20, adjustment shall be made to the amount in nature of government subsidy in the PRC. This led to the difference of RMB603,000 in net profit.

5. Difference in goodwill amortisation

In accordance with SSAP 3, amortisation of goodwill arising from enterprise consolidation shall be ceased and testing on impairment in value is made annually. Accordingly, the related amount of amortisation of RMB113,000 for the year was reversed under HK GAAP.