The board of directors (the "Board") of Greentown China Holdings Limited (the "Company") is pleased to present the unaudited condensed consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2006 (the "First Half of 2006"), together with comparative figures. The interim results have been reviewed by Deloitte Touche Tohmatsu, our auditors, and the audit committee of the Company.

## **CONDENSED CONSOLIDATED INCOME STATEMENT**

FOR THE SIX MONTHS ENDED 30 JUNE 2006

| Continuing operations         (Unaudited)         (Audited)           Revenue         3         1,210,449         991,377           Cost of sales         (692,667)         (685,18           Gross profit         517,782         306,18           Other income         4         40,889         51,13           Selling and administrative expenses         5         (22,116)         (27,13           Fair value changes on embedded financial derivatives         19         (10,842)         77,13           Net gain on disposal of an associate         27         57.         57.           Net gain on disposal of subcideries         2         39,33         58.           Share of results of associates         (9,835)         26,44           Profit before taxation         6         375,559         276,111           Taxation         7         (130,665)         (54,96           Profit for the period from continuing operations         244,994         221,15           Discontinued operations         8         -         3           Loss for the period from discontinued operations         8         -         3           Equity holders of the Company         256,901         238,40           Milnority Interest         7  |  | NOTES | Six months ended 30 June<br>2006 2005 |                          |
|--|--|-------|---------------------------------------|--------------------------|
| Revenue         3         1,210,449         991,37.           Cost of sales         (692,667)         (685,18           Gross profit         517,782         306,18           Other income         4         40,889         51,138           Selling and administrative expenses         (140,346)         (120,82)           Finance costs         5         (22,116)         (27,13)           Fair value changes on embedded financial derivatives         19         (10,842)         7           Net gain on disposal of subsidiaries         -         39,33         5hare of results of associates         (9,835)         26,849           Profit before taxation         6         375,559         276,111         27         13,23         1   |  |       |                                       | <i>Rmb'000</i> (Audited) |
| Cost of sales         (692,667)         (685,18           Gross profit         517,782         306,18           Other income         4         40,889         51,13           Selling and administrative expenses         (140,346)         (120,822)           Finance costs         5         (22,116)         (27,13           Fair value changes on embedded financial derivatives         19         (10,842)         57           Net gain on disposal of an associate         27         57         57           Net gain on disposal of subsidiaries         -         39,33         58           Share of results of associates         (9,835)         26,84           Profit before taxation         6         375,559         276,111           Taxation         7         (130,565)         (54,96           Profit for the period from continuing operations         244,994         221,159           Discontinued operations         8         -         (3           Lequity holders of the Company         256,901         238,401           Minority interests         (11,907)         (17,27)           Dividends         9         401,645         198,421           Earnings per share         10         Rmb0.26         Rmb0.25 <td></td> <td></td> <td></td> <td></td>   |  |       |                                       |                          |
| Other income         4         40,889         51,13           Selling and administrative expenses         (140,346)         (120,822)           Finance costs         5         (22,116)         (27,135)           Fair value changes on embedded financial derivatives         19         (10,842)         57           Net gain on disposal of an associate         27         57         57           Net gain on disposal of subsidiaries         -         39,33         58           Share of results of associates         (9,835)         26,84           Profit before taxation         6         375,559         276,111           Taxation         7         (130,565)         (54,96)           Profit for the period from continuing operations         244,994         221,151           Discontinued operations         8         -         3           Loss for the period from discontinued operations         8         -         3           Attributable to:         Equity holders of the Company         256,901         238,402           Minority interests         10         11,907         17,273           Earnings per share         10         10         10           From continuing and discontinued operations:         Rmb0.26         Rmb0.26 <td></td> <td>3</td> <td></td> <td>991,372<br/>(685,183)</td> |  | 3     |                                       | 991,372<br>(685,183)     |
| Selling and administrative expenses       (140,346)       (120,82)         Finance costs       5       (22,116)       (27,13)         Pair value changes on embedded financial derivatives       19       (10,842)       -       57.         Net gain on disposal of subsidiaries       27       57.       57.         Net gain on disposal of subsidiaries       -       39,33.       26,84!         Profit before taxation       6       375,559       276,11!         Taxation       7       (130,565)       (54,96)         Profit for the period from continuing operations       244,994       221,15!         Discontinued operations       8       -       (3         Profit for the period       244,994       221,12!         Attributable to:       2       256,901       238,40!         Equity holders of the Company       256,901       238,40!         Minority interests       (11,907)       (17,27)         Dividends       9       401,645       198,42!         Earnings per share       10         From continuing and discontinued operations:       8       Rmb0.26       Rmb0.2         From continuing operations:       8       Rmb0.26       Rmb0.2  |  |       |                                       | 306,189                  |
| Finance costs         5         (22,116)         (27,13)           Fair value changes on embedded financial derivatives         19         (10,842)         7           Net gain on disposal of an associate         27         57           Net gain on disposal of subsidiaries         -         39,33           Share of results of associates         (9,835)         26,84           Profit before taxation         6         375,559         276,118           Taxation         7         (130,565)         (54,96)           Profit for the period from continuing operations         244,994         221,125           Discontinued operations         8         -         3           Profit for the period from discontinued operations         8         -         3           Profit for the period         244,994         221,125           Attributable to:         256,901         238,400           Equity holders of the Company         256,901         238,400           Minority interests         10         244,994         221,125           Dividends         9         401,645         198,425           Earnings per share         10         Rmb0.26         Rmb0.26           From continuing operations:         Rmb0.26         Rmb0   |  | 4     |                                       | 51,138                   |
| Fair value changes on embedded financial derivatives       19       (10,842)       7       57         Net gain on disposal of an associate       27       59,333       57         Net gain on disposal of subsidiaries       9,835       26,849         Profit before taxation       6       375,559       276,119         Taxation       7       (130,565)       (54,961)         Profit for the period from continuing operations       244,994       221,159         Discontinued operations       8       -       3         Loss for the period from discontinued operations       8       -       3         Profit for the period       244,994       221,129         Attributable to:       256,901       238,401         Equity holders of the Company       256,901       238,401         Minority interests       (11,907)       (17,27)         Dividends       9       401,645       198,420         Earnings per share       10         From continuing and discontinued operations:       8       Rmb0.26       Rmb0.26         From continuing operations:       8       Rmb0.26       Rmb0.26       Rmb0.26   |  | 5     |                                       |                          |
| Net gain on disposal of an associate         27         5.7.           Net gain on disposal of subsidiaries         -         39,33.           Share of results of associates         (9,835)         26,84*           Profit before taxation         6         375,559         276,11*           Taxation         7         (130,565)         (54,96)           Profit for the period from continuing operations         244,994         221,15*           Discontinued operations         8         -         3           Profit for the period from discontinued operations         8         -         3           Profit for the period from discontinued operations         8         -         3           Profit for the period from discontinued operations         256,901         238,40*           Minority interests         (11,907)         (17,27*           Dividends         9         401,645         198,42*           Earnings per share         10           From continuing and discontinued operations:         Rmb0.26         Rmb0.26           Basic         Rmb0.25         Rmb0.25         Rmb0.26  |  |       |                                       | (27,133)                 |
| Share of results of associates         (9,835)         26,845           Profit before taxation         6         375,559         276,111           Taxation         7         (130,565)         (54,966)           Profit for the period from continuing operations         244,994         221,125           Discontinued operations         8         -         (3           Profit for the period from discontinued operations         8         -         (3           Profit for the period         244,994         221,125           Attributable to:         Equity holders of the Company Minority interests         (11,907)         (17,27)           Dividends         9         401,645         198,425           Earnings per share         10         Rmb0.26         Rmb0.26           Prom continuing and discontinued operations:         Rmb0.25         Rmb0.25           Diluted         Rmb0.25         Rmb0.26         Rmb0.26   | Net gain on disposal of an associate             |       |                                       | 573                      |
| Profit before taxation         6         375,559         276,115           Taxation         7         (130,565)         (54,96)           Profit for the period from continuing operations         244,994         221,155           Discontinued operations         8         -         (3           Profit for the period from discontinued operations         8         -         (3           Profit for the period         244,994         221,125           Attributable to:         Equity holders of the Company Minority interests         11,907)         (17,27)           Dividends         9         401,645         198,426           Earnings per share         10         Rmb0.26         Rmb0.26           From continuing and discontinued operations:         Rmb0.25         Rmb0.25           Diluted         Rmb0.25         Rmb0.26         Rmb0.26   |  |       | -                                     | 39,332                   |
| Taxation         7         (130,565)         (54,96)           Profit for the period from continuing operations         244,994         221,159           Discontinued operations         8         -         (3           Profit for the period from discontinued operations         8         -         (3           Profit for the period         244,994         221,129           Attributable to:         Equity holders of the Company Minority interests         (11,907)         (17,27)           Dividends         9         401,645         198,420           Earnings per share         10         8         Rmb0.26         Rmb0.2           From continuing and discontinued operations:         8         Rmb0.25         Rmb0.2           Basic         Rmb0.25         Rmb0.2         Rmb0.2   | Share of results of associates                   |       | (9,835)                               | 26,845                   |
| Taxation         7         (130,565)         (54,96)           Profit for the period from continuing operations         244,994         221,159           Discontinued operations         8         -         (3           Profit for the period from discontinued operations         8         -         (3           Profit for the period         244,994         221,129           Attributable to:         Equity holders of the Company Minority interests         (11,907)         (17,27)           Dividends         9         401,645         198,420           Earnings per share         10         8         Rmb0.26         Rmb0.2           From continuing and discontinued operations:         8         Rmb0.25         Rmb0.2           Basic         Rmb0.25         Rmb0.2         Rmb0.2   | Profit before taxation                           | 6     | 375,559                               | 276,119                  |
| Discontinued operations Loss for the period from discontinued operations 8 - (3)  Profit for the period 244,994 221,129  Attributable to: Equity holders of the Company Minority interests 10  From continuing and discontinued operations: Basic Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  |  |       |                                       | (54,960)                 |
| Loss for the period from discontinued operations 8 - (3)  Profit for the period 244,994 221,129  Attributable to: Equity holders of the Company 256,901 (11,907) (17,27) Minority interests (11,907) (17,27)  Dividends 9 401,645 198,420  Earnings per share 10  From continuing and discontinued operations: Basic Rmb0.26 Rmb0.26  From continuing operations: Basic Rmb0.26 Rmb0.29  | Profit for the period from continuing operations |       | 244,994                               | 221,159                  |
| Profit for the period         244,994         221,129           Attributable to:         Equity holders of the Company Minority interests         256,901 (11,907) (17,27)         238,400 (11,907) (17,27)           Dividends         9         401,645         198,420 (19,20)           Earnings per share         10         10           From continuing and discontinued operations:         8 mb0.26 (19,20)         10           Basic         Rmb0.25 (19,20)         10           From continuing operations:         10         10           Rmb0.26 (19,20)         10         10           Rmb0.27 (19,20)         10         10           Rmb0.28 (19,20)         10         10           Rmb0.29 (19,20)         10         10           Rmb0.20 (19,20)         10         10           Rmb0.21 (19,20)         10         10           Rmb0.22 (19,20)         10         10           Rmb0.25 (19,20)         10         10           Rmb0.26 (19,20)         10         10<  |  |       |                                       |                          |
| Attributable to: Equity holders of the Company Minority interests  244,994  221,125  Dividends  9 401,645  198,426  Earnings per share  10  From continuing and discontinued operations: Basic  Rmb0.26  Rmb0.25  From continuing operations: Basic  Rmb0.26  Rmb0.26  Rmb0.26   | Loss for the period from discontinued operations | 8     |                                       | (34)                     |
| Equity holders of the Company Minority interests  238,400 (11,907) (17,27)  244,994 221,129  Dividends  9 401,645 198,420  Earnings per share  10  From continuing and discontinued operations: Basic  Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  | Profit for the period                            |       | 244,994                               | 221,125                  |
| Minority interests (11,907) (17,275)  244,994 221,125  Dividends 9 401,645 198,426  Earnings per share 10  From continuing and discontinued operations: Basic Rmb0.26 Rmb0.25  From continuing operations: Basic Rmb0.26 Rmb0.26  Rmb0.26 Rmb0.26  |  |       |                                       |                          |
| Dividends 9 401,645 198,420  Earnings per share 10  From continuing and discontinued operations: Basic Rmb0.26 Rmb0.26  Diluted Rmb0.25 Rmb0.26  From continuing operations: Basic Rmb0.26 Rmb0.26   |  |       |                                       | 238,403                  |
| Dividends 9 401,645 198,420  Earnings per share 10  From continuing and discontinued operations: Basic Rmb0.26 Rmb0.26  From continuing operations: Basic Rmb0.26 Rmb0.26  | Minority interests                               |       | (11,907)                              | (17,278)                 |
| Earnings per share 10  From continuing and discontinued operations: Basic Rmb0.26 Rmb0.24  Diluted Rmb0.25 Rmb0.24  From continuing operations: Basic Rmb0.26 Rmb0.24  |  |       | 244,994                               | 221,125                  |
| From continuing and discontinued operations:  Basic  Rmb0.26  Rmb0.25  Rmb0.25  Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  Rmb0.26  | Dividends  | 9     | 401,645                               | 198,420                  |
| Basic Rmb0.26 Rmb0.24  Diluted Rmb0.25 Rmb0.24  From continuing operations: Basic Rmb0.26 Rmb0.24  | Earnings per share                               | 10    |                                       |                          |
| Diluted Rmb0.25 Rmb0.24  From continuing operations: Basic Rmb0.26 Rmb0.24   |  |       | Rmb0.26                               | Rmh0 24                  |
| From continuing operations: Basic Rmb0.26 Rmb0.24  |  |       |                                       |                          |
| Basic Rmb0.26 Rmb0.24  | Diluted  |       | Rmb0.25                               | Rmb0.24                  |
|  |  |       | B 1000                                | D 100:                   |
| Diluted Rmb0.25 Rmb0.24  | Rasic  |       | Kmb0.26                               | Kmb0.24                  |
|  | Diluted  |       | Rmb0.25                               | Rmb0.24                  |