



# 北京控股有限公司

## BEIJING ENTERPRISES HOLDINGS LIMITED

### 2015 Interim Results

#### Financial Highlights

For the six months ended 30 June

	<b>2015</b>	2014	
	<b>Unaudited</b>	Unaudited	Change
	<b>(HK\$'000)</b>	(HK\$'000)	
Revenue	<b>29,308,938</b>	22,429,905	+30.7%
Gross Profit	<b>5,284,769</b>	4,750,038	+11.26%
Profit Attributable to Shareholders of the Company	<b>3,103,778</b>	2,813,883	+10.3%
Operating Profit Attributable to Shareholders of the Company	<b>3,068,777</b>	2,427,503	+26.4
Basic Earnings Per Share (HK\$)	<b>2.42</b>	2.21	+9.5%

(Hong Kong, 28 August 2015) – Beijing Enterprises Holdings Limited (the “Company” or the “Group”, stock code: 392) today announced its unaudited interim results for the six months ended 30 June 2015.

For the first half of 2015, the revenue of the Group was HK\$29.31 billion, increased by 30.7% as compared to the corresponding period of last year. Profit attributable to shareholders of the Company was HK\$3.1 billion, increased by 10.3% over the corresponding period of last year. Operating profit after excluding the exceptional items attributable to shareholders of the Company was HK\$3.07 billion, increased by 26.4% over the corresponding period of last year. The Board of Directors declared a interim dividend of HK30 cents per share.

Profit after taxation contributed by each business segment attributable to shareholders of the Company during the period was as follows:

	<b>Profit attributable to shareholders of the Company HK\$'000</b>	<b>Proportion %</b>
Piped gas operation	2,691,239	77.3
Beer production operation	333,930	9.6
Sewage and water treatment operations	<u>458,605</u>	<u>13.1</u>
Profit from major operations	3,483,774	100
Other operations and headquarter expenses	(414,997)	
Non-operating gains, net	<u>35,001</u>	
Profit attributable to shareholders of the Company	<u><u>3,103,778</u></u>	

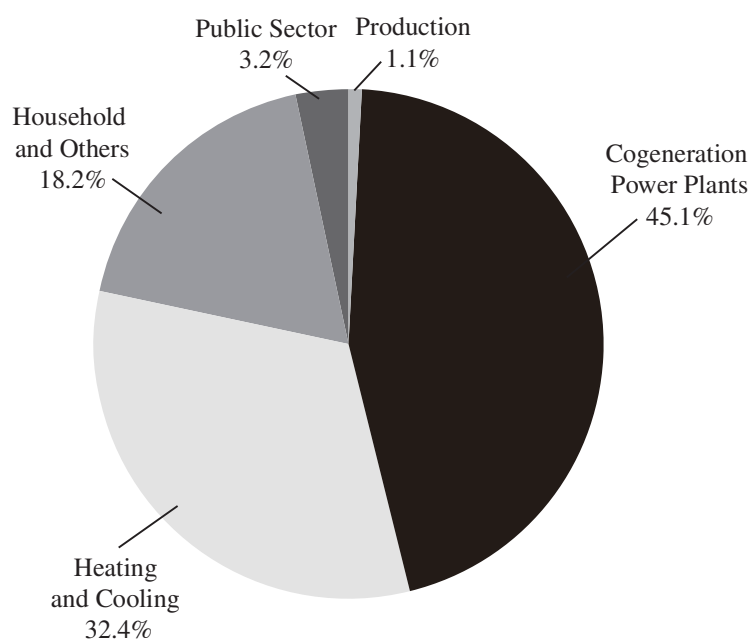
## MANAGEMENT DISCUSSION AND ANALYSIS

### I. Business Review

#### *Natural Gas Distribution Business*

Beijing Gas Group Company Limited (“Beijing Gas”) recorded a revenue of HK\$20.886 billion in the first half of 2015, increased by 45.6% as compared with the same period of last year. Gas sales volume was approximately 6.04 billion cubic meters, a year-on-year increase of 29.1%, which was mainly attributable to the smooth operation of Gaojing, Jingxi and Gaoantun thermal power plants that commenced operation at the end of last year, in which it pushed up the regular gas demand for power generation significantly and drove a higher increase in gas distribution in the first half of the year.

The gas sales volume of Beijing Gas in the first half of 2015 was approximately 6.04 billion cubic meters. An analysis by subscriber sector is shown as follows:



During the period under review, a total of 61,300 household subscribers, 1,673 public sector subscribers, and heating boiler and summer capacity of 1,351.7 t/h steams were developed. Subscriber growth across all user groups maintained a solid growth on a year-on-year basis. The capital expenditure of Beijing Gas in the first half year amounted to approximately HK\$1.464 billion.

During the period, Beijing Gas actively pushed forward the reconstruction of coal-fired boilers. As at the end of June, we completed the installation of 207 coal-fired boilers covering around 5,000 t/h steams; launched the coal-to-gas conversion projects in villages comprehensively and completed gas supply installation for over 2,000 households. At the same time, we warranted the progress of major construction projects, among which Zhongxiji natural gas emergency storage and distribution center met the trial operation conditions. The overall cooling-heating-power supply market developed well and Changping Beiqijia Project is almost completed and entered into framework agreements for a number of integrated projects.

During the period, Beijing Gas facilitated the development of vehicle gas market comprehensively, actively carried out site selection and construction, layout of gas stations, and increased the efforts of expanding potential users. During the first half year, we had already developed 965 natural gas vehicles (582 urban public buses, 383 converted vehicles) and signed orders for 200 factory natural gas vehicles. Meanwhile the Company positively developed LNG import trade, and coordinating on LNG unloading with LNG receiving station in Caofeidian, expanding the downstream market sales of LNG, and exploring diversified sales models. For business expansion, during the period, we implemented foreign investments and explored to more corporate development opportunities, carried out strategic cooperation by jointly working with ENN and Hebei Natural Gas Company Limited.

### ***Natural Gas Transmission Business***

PetroChina Beijing Natural Gas Pipeline Company Limited (中石油北京天然氣管道有限公司) (“PetroChina Beijing Pipeline Company”) achieved a gas transmission volume of 15.694 billion cubic meters in the first half of 2015, representing a year-on-year increase of 6.8%.

Beijing Gas shared a net profit after tax of HK\$1.319 billion through its 40% equity interests in PetroChina Beijing Pipeline Company in the first half of 2015, representing an increase of 22.6% when compared with the same period of last year. The increase in profit was much higher than the increase in gas transmission volume, which was mainly due to a relatively higher increase in gas transmission volume to Beijing region, and thereby picked up the income per cubic metre from gas transmission. The capital expenditure of PetroChina Beijing Pipeline Company was HK\$170 million in the first half year.

### ***China Gas***

In the first half of 2015, the Group’s share of profit of China Gas Holdings Limited (“China Gas”) was HK\$370 million, which was based on the profit attributable to shareholders of China Gas for the six months ended 31 March 2015, representing a significant increase of 35.7% when compared with the corresponding period of last year. The national business of China Gas made up the Beijing Gas’s business that mainly covers the Beijing region and plays an increasing important role in profit contribution for the Group.

## ***Beer Business***

During the first half of 2015, China's brewery industry still faced the challenge of continuous slowdown in China's economy. Beijing Yanjing Brewery Co., Ltd. ("Yanjing Beer") grasped the strategic opportunity to focus on three key structural adjustment missions in products, market and branding, further strengthened its position in market competition, enhanced enterprise profitability to ensure stable development. During the period, Yanjing Beer also actively adapted to new trend and tide arising from internet consumption and further explored the commercial model of internet selling to realize diversification and variety of business structure.

During the first half year, sales volume of Yanjing Beer was 2.96 million kilolitres and the revenue recorded was HK\$7.918 billion. Its profit before tax was HK\$1.04 billion, representing a year-on-year increase of 3.1%. Profit attributable to shareholders of the Company in the first half year was HK\$334 million. The capital expenditure of Yanjing Beer in the first half of 2015 was approximately HK\$283 million.

The Company continued to optimize its product mix. During the reporting period, the sales of the Company's medium-high end beer, such as tinsplate cans and Yanjing Fresh Beer, continued to increase in terms of its proportion to total sales volume. The proportion of its products with price of over RMB2,500/kiloliter reached 46%, of which Yanjing Fresh Beer sales volume achieved a year-on-year growth of 28.4%, representing 26% of its total sales volume, and sales of tinsplate cans products represented 11% of its total sales volume. Yanjing, our dominant brand, continued to extend its influence in the national market, accelerated the turning of weaker local brands to Yanjing brand. It further standardized product external packaging, product price and selling policies of Yanjing to improve product image. Sales of "1+3" brand represented 93% of its total sales volume, of which Yanjing, our main brand, represents 72% of total sales volume. In the first half year, the average price of beer per ton amounted to RMB2,391, representing a year-on-year increase of 3.1%.

## ***Sewage and Water Treatment Operation***

The sewage treatment and water supply businesses of Beijing Enterprises Water Group Limited (stock code: 371) (“BE Water”) developed rapidly in the first half of 2015. Its turnover increased 51% to HK\$5.764 billion as a result of the increase in income from water treatment service. Profit attributable to shareholders of BE Water increased 63% to HK\$1.16 billion, of which HK\$509 million was attributable to the Company, representing a year-on-year increase of 61.4%. Of which, BE Water recognized a fair value gain of HK\$115.2 million on a forward contract in relation to the subscription of preference share of Beijing Enterprises Clean Energy Group Limited (formerly known as “Jin Cai Holdings Company Limited”), of which HK\$51 million was attributable to the Company. As at the end of June 2015, BE Water already participated in 345 water plants which are or will be in operation, including 257 sewage treatment plants, 81 water distribution plants, 6 reclaimed water plants and 1 seawater desalination plant. The water treatment contracted capacity was approaching 21.99 million tons/day, increased by 9% when compared with the 20.15 million tons/day as at 31 December 2014.

Total designed capacity of new projects for the period was 1.8425 million tons/day. In addition, BE Water accelerated the preliminary works of seawater desalination project designed to supply water to Beijing, and actively negotiated with the relevant government commissions, offices and bureaus in Beijing, Tianjin and Hebei provinces for the implementation of water distribution plan and construction conditions of water production projects. BE Water promoted the construction of key projects including Liangshuihe Comprehensive Water Environment Renovation Project, Plant A Project of Beijing No. 10 Waterworks and Malaysia Pantai Sewage Treatment Project in an orderly manner. BE Water participated in various projects that spread across 19 provinces, 2 autonomous regions and 3 municipalities nationwide as well as in Malaysia and Portugal and has developed itself into one of the leading water companies in China.

## ***Solid Waste Treatment Business***

In the first half year, we achieved an increase in solid waste operation capacity of 600 tons/day. Of which, Beijing Enterprises Holdings Environment Technology Co., Ltd (“BEHET”) achieved an operating revenue of HK\$174 million, and realised an operating profit of HK\$17.79 million. The solid waste treatment projects of Beijing Development (Hong Kong) Limited (Stock Code: 154) (“Beijing Development”) achieved an operating revenue of HK\$78.82 million, with profit before tax of HK\$20.3 million in the first half year. The capital expenditure of solid waste related business in the first half year amounted to approximately HK\$293 million.

After Beijing Development achieved its business strategic transformation, the two newly injected waste incineration power generation projects in Taian and Changde operated smoothly. At the same time, it actively moved forward the replacement of non-principal assets.

By developing the market in an active and innovative manner, BEHET promoted the construction of projects and operated the operational projects in a safe and steady approach. While smoothly securing the tender for Beijing Huairou household waste treatment project during the first half year, BEHET completed the signing of Heilongjiang Zhaodong Waste Disposal project and established a project company. It also signed the Ordos hazardous waste disposal project and focused on tracking the waste incineration power generation projects in Guangxi, Henan, and Hunan, etc., with an aim of accumulating project reserve continuously. The operations for the trial running of the seven waste treatment projects such as Wenchang, Shuyang, Harbin and Wuhan were stable, demonstrating initial results in its solid waste investment. During the first half year, the company completed the waste treatment volume of 810,000 tons. It accomplished on-grid power generation volume of 185.03 million KWH and hazardous waste input volume of 13,545 tons. During the period, through continuously carrying out the communication and coordination with relevant parties including local governments, the company actively promoted the finalization of external conditions of projects like ancillary municipal, environmental protection inspection and delivery, enhanced dynamic tracking and monitored project construction, and emphasized on quality control of projects to ensure meeting the construction schedule.

### ***Material Capital Operation***

Total foreign financing completed by Beijing Enterprises in the first half year of 2015 were approximately HK\$6.66 billion. In April 2015, Beijing Enterprises successfully issued the foreign financing of the 5-Year EUR 500 million bonds, which was another corporate bonds issuance after the issuance of US\$800 million bonds in 2012. With extreme high efficiency, such issuance of bonds became the first Chinese enterprise to issue bonds based on its red-chip structure creditability, established a new standard for Euro bonds issuance. Such issuance also grasped the optimum issuing opportunity of low Euro interest rate, successfully captured the lower interest spread from investors.

## II. Prospects

### *Natural Gas Distribution Business*

Beijing Gas will continue to actively implement the clean air action plan to expand its development. For industrial subscribers, Beijing Gas will strengthen the coal-to-gas conversion works for boilers and achieve the target of basically zero coal-fired boilers in urban district of Beijing. For industrial and commercial resident subscribers, Beijing Gas will tap the potential of original subscribers through various methods including gas conversion in old communities, replacement in CNG communities, upgrade and renovation of subscriber equipment in key districts. Meanwhile, Beijing Gas will coordinate with relevant government departments to implement the relevant policies and subsidies and promote the clean energy reconstruction works for coal-fired boilers in rural areas of suburban regions and counties in an all-round manner. For vehicle gas, Beijing Gas will progressively follow up the upgrade work of taxi, public buses by the municipal government in 2015 to ensure meeting the target performance of developing 3,000 natural gas vehicles during the year.

By seizing the integrated development opportunities of Beijing, Tianjin and Hebei, Beijing Gas will vigorously expand the outside markets in Tianjin, Hebei, Shandong, Sichuan and Ordos, endeavor to promote the gas projects in Tianjin and Hebei. Beijing Gas is actively exploring the LNG terminal, storage and import business, promptly participating in the investment and construction opportunities in such projects to further diversify the supply of gas source and ensure the marketization of gas purchase price.



### ***Beer Business***

In the second half of 2015, Yanjing Beer will seize the golden season of beer production and distribution firmly to strive for the faster growth in sales volume during peak season. It will continue to intensify its sales efforts in mid-end products and keep up with the pace of consumer transformation, with Yanjing Fresh Beer and tinplate can as key breakthrough points. By further implementing the segmentation of market regions and enhancing the monitoring and management, Yanjing Beer will actively explore adjustment in business structure and catch up with the new trend and tide arising from internet consumption, thereby pursuing diversification and variety of business structure. Yanjing Beer will further accelerate the progress of replacing weak local brands by Yanjing brand and consolidate the rising trend, whereby continuously expanding the influence and contribution of Yanjing brand.

### ***Sewage and Water Treatment Operations***

In the second half of 2015, BE Water will seize the golden development opportunity in water industry to continue consolidating the two core businesses of urban traditional water and water environment renovation, actively explore new business model and seek new profit driver in emerging businesses, such as water membrane and industrial sewage, environmental sanitation and diversified energy businesses. At the same time, BE Water will identify enterprises with development potential, professional advantage and excellent business model to established full water industry chain layout through investments, project cooperation, strategic alliances, and mergers and acquisitions.

BE Water will also firmly proceed with the important works of seawater desalination project designed to supply water to Beijing, Liangshuihe Comprehensive Water Environment Renovation Project and Plant A Project of Beijing No. 10 Waterworks, thereby striving to achieve a breakthrough in the Beijing, Tianjin and Hebei integration strategic plan.

### ***Solid Waste Treatment Business***

Beijing Development and BEHET will intensify the cooperation mechanism and innovative business model to build up brand advantages rapidly in regional market competition.

Beijing Development will accelerate the pace of business reorganization with BEHET while completely come off from the original information technology assets, secure financing channels to obtain more development funding support for BEHET's solid waste treatment business, so as to enhance the overall corporate economies of scale.

We will also seize the opportunity to accelerate the deepening reform piloting work of Beijing Development and BEHET, further improve and innovate the mechanism and system pilot running of mixed ownership, board of directors development and equity incentives, establish an excellent professional managers team to form a competitive enterprise development model, thereby laying a solid development foundation for Beijing Development's further growth and development as well as becoming a domestic leading enterprise in environmental protection industry.

### **III. Financial Review**

#### ***Revenue***

The revenue of the Group's operations in the first half of 2015 was approximately HK\$29.31 billion, increased by 30.7% when compared with the corresponding period of last year. Gas sales revenue was HK\$20.89 billion, representing a year-on-year increase of 45.6%. Beer sales revenue was HK\$7.92 billion. Other businesses contributed an aggregate of not more than 2% of the total revenue.

#### ***Cost of Sales***

Cost of sales increased by 35.9% to HK\$24.02 billion. The cost of sales for gas distribution business mainly included the purchase cost of natural gas as well as the depreciation of gas pipeline network. Cost of sales for beer business included raw materials, wage expenses and certain direct management fees etc.

#### ***Gross Profit Margin***

Overall gross profit margin was 18% compared with the 21.2% in corresponding period of last year. The decrease in overall gross profit margin was mainly due to the increase in costs of gas purchase for non-resident natural gas, gross profit margin of beer sales improved by 1.4 percentage points due to better cost control.

### ***Gain on deemed disposal of partial interest in an associate***

During the first half of 2015, BE Water issued ordinary shares upon exercise of share options by its employees, the Group recognised a gain on deemed disposal of partial interest in an associate of HK\$1.28 million. Relevant gain in the corresponding period of last year was HK\$327 million, which was mainly due to the issue of approximately 220,000,000 ordinary shares by BE Water.

### ***Other Income and Gains, net***

Other income and gains, net mainly included interest income of HK\$52 million, government grant of HK\$115 million, fair value gain of HK\$21 million on investment properties and gain on disposal of an available-for-sale investment of HK\$21 million etc.

### ***Selling and Distribution Expenses***

Selling and distribution costs of the Group in the first half of 2015 decreased by 0.1% to HK\$1.258 billion, which was mainly due to the enhancement of marketing efficiency and effective cost control.

### ***Administration Expenses***

Administration expenses of the Group in the first half of 2015 was HK\$1.873 billion, increased by 13.8% when compared with the corresponding period of last year, which was lower than the increase in its operating revenue.

### ***Finance Costs***

Finance costs of the Group in the first half of 2015 was HK\$669 million, increased by 19.2% when compared with the corresponding period in last year, which was mainly due to additional 5-year syndicated loans amounting to HK\$3.0 billion and short-term US dollar loans amounting to US\$540 million in May and December of last year respectively.

### ***Share of Profits and Losses of Associates***

Share of profits and losses of associates mainly included the 40% share of the profit after taxation of PetroChina Beijing Pipeline Company, the 22.53% share of the profit attributable to shareholders of China Gas and the 43.88% share of the profit attributable to shareholders of BE Water.

In the first half of 2015, the Group shared PetroChina Beijing Pipeline Company's profits after taxation amounting to HK\$1.319 billion, and in the same year, the Group shared China Gas's profits after taxation amounting to HK\$370 million. The Group's share of net profits of BE Water amounting to HK\$509 million.

### ***Taxation***

The effective income tax rate was 22.7%, higher than the 18.9% in the corresponding period of last year, which was mainly due to the gain on deemed disposal of interest in an associate not subject to income tax in the first half of 2015 was lower than that in the corresponding period of last year.

### ***Profit Attributable to Shareholders of the Company***

In the first half of 2015, profit attributable to shareholders of the Company was HK\$3.104 billion, of which the operating profit after deducting the exceptional items attributable to shareholders was HK\$3.07 billion, representing an increase of 26.4% as compared with the same period of last year.

### ***Changes of major items in the interim condensed consolidated statement of financial position***

#### ***Non-current Assets***

The net book value of property, plant and equipment decreased by HK\$361 million, which was mainly attributable to the depreciation and amortisation for the current period was higher than the newly purchased fixed assets and capital expenditure.

Investments in associates decreased by HK\$445 million, which was mainly due to its share of profit of PetroChina Beijing Pipeline Company, BE Water and China Gas in the first half year respectively was lower than the dividends payment by PetroChina Beijing Pipeline Company for the period, which resulted in an decrease in the balance of investment in associates.

#### *Current Assets*

The balance of trade and bills receivables increased by HK\$1.174 billion, which was mainly due to the significant increase in gas purchasing volume of the six additional users in gas power plants of Beijing Gas.

The balance of prepayments, deposits and other receivables (including the non-current assets portion) decreased significantly by HK\$2.373 billion, which was mainly due to the full settlement of prepayments made by Beijing Gas as at the end of last year for gas purchasing during the first quarter of this year.

The balance of other taxes recoverable decreased by HK\$388 million, which was mainly due to the partial deduction of the prepayment of input VAT by Beijing Gas as at the end of last year during the first half of this year.

Cash increased by HK\$2.932 billion, which was mainly due to the issuance of the Euro 500 million bonds less net repayment of loans.

The balance of assets held for sale increased by HK\$1.733 billion, which was mainly due to the planned completion of disposing of 12 city gas projects to China Gas within one year.

#### *Non-current Liabilities*

The balance of guaranteed bonds and senior notes increased by HK\$4.294 billion, which was mainly due to the issuance of the 5-year guaranteed bonds amounting to Euro 500 million in May this year.

#### *Current Liabilities*

The balance of trade and bills payables increased by HK\$795 million, which was mainly due to certain raw material payments were not paid by Yanjing Beer.

Other payables and accruals increased by HK\$786 million, which was mainly due to the final dividend for 2014 was not paid by the Group as at the end of the period.

Short term loans balance decreased by HK\$5.338 billion, which was mainly due to the partial repayment of loans by Beijing Gas and Yanjing Beer during the period.

#### **IV. Financial Position of the Group**

##### ***Cash and Bank Borrowings***

As at 30 June 2015, cash and bank deposits held by the Group amounted to HK\$14.199 billion, representing an increase of HK\$2.932 billion as compared to the year end of 2014.

The Group's bank and other borrowings, convertible bonds and guaranteed bonds and senior notes amounted to HK\$36.18 billion as at 30 June 2015, which mainly comprised the 10-year and 30-year US dollar guaranteed senior notes of US\$1.8 billion, the 5-year Euro guaranteed bonds of Euro 500 million, syndicated loans amounting to HK\$6 billion, the bridge loans amounting to US\$740 million and HK dollar floating loans amounting to HK\$1.06 billion.

##### ***Liquidity and Capital Resources***

As at the period end date, the Group had a strong net working capital of HK\$6.192 billion. The Group maintains sufficient banking facilities both in Hong Kong and Mainland China for its working capital requirements and had abundant cash resources to finance its capital expenditures in the foreseeable future.

As at 30 June 2015, the issued capital of the Company was 1,284,350,268 shares and equity attributable to shareholders of the Company was HK\$59.341 billion. Total equity was HK\$70.361 billion when compared to HK\$68.051 billion as at the end of 2014. Gearing ratio, being interest-bearing bank borrowings and guaranteed bonds and senior notes divided by the sum of total equity, interest-bearing bank borrowings and guaranteed bonds and senior notes, was 34% (31 December 2014: 35%).

##### ***Foreign Exchange Exposure***

Majority of the subsidiaries of the Company are operating in the PRC with most of the transactions denominated and settled in RMB. Currently, the Group has not used derivative financial instruments to hedge against its foreign currency risk.

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2015

	For the six months ended 30 June	
	2015	2014
	Unaudited	Unaudited
	HK\$'000	HK\$'000
REVENUE	29,308,938	22,429,905
Cost of sales	<u>(24,024,169)</u>	<u>(17,679,867)</u>
Gross profit	5,284,769	4,750,038
Gain on deemed disposal of partial interest in an associate	1,279	326,908
Other income and gains, net	386,179	511,340
Selling and distribution expenses	(1,258,314)	(1,260,048)
Administrative expenses	(1,873,425)	(1,645,579)
Other operating expenses, net	<u>(149,918)</u>	<u>(163,168)</u>
<b>PROFIT FROM OPERATING ACTIVITIES</b>	<b>2,390,570</b>	<b>2,519,491</b>
Finance costs	(669,057)	(561,507)
Share of profits and losses of:		
Joint ventures	257	2,360
Associates	<u>2,260,991</u>	<u>1,678,402</u>
<b>PROFIT BEFORE TAX</b>	<b>3,982,761</b>	<b>3,638,746</b>
Income tax	<u>(390,704)</u>	<u>(369,835)</u>
<b>PROFIT FOR THE PERIOD</b>	<b><u>3,592,057</u></b>	<b><u>3,268,911</u></b>

**For the six months  
ended 30 June**

	<b>2015</b>	2014
	<b>Unaudited</b>	Unaudited
	<b><i>HK\$'000</i></b>	<i>HK\$'000</i>

**ATTRIBUTABLE TO:**

Shareholders of the Company	<b>3,103,778</b>	2,813,883
Non-controlling interests	<b>488,279</b>	455,028
	<u><b>3,592,057</b></u>	<u>3,268,911</u>

**EARNINGS PER SHARE ATTRIBUTABLE  
TO SHAREHOLDERS OF THE COMPANY**

Basic	<u><b>HK\$2.42</b></u>	<u>HK\$2.21</u>
Diluted	<u><b>N/A</b></u>	<u>HK\$2.19</u>



# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2015

	30 June 2015 Unaudited HK\$'000	31 December 2014 Audited HK\$'000
<b>ASSETS</b>		
Non-current assets:		
Property, plant and equipment	38,959,314	39,320,530
Investment properties	724,563	703,749
Prepaid land premiums	1,965,146	1,959,240
Goodwill	8,914,835	8,832,689
Operating concessions	1,983,132	2,021,350
Other intangible assets	205,268	236,978
Investments in joint ventures	245,506	230,722
Investments in associates	32,830,216	33,275,203
Available-for-sale investments	1,199,434	1,084,098
Amounts due from contract customers	391,980	316,733
Receivables under service concession arrangements	986,345	992,597
Prepayments, deposits and other receivables	353,108	1,165,546
Deferred tax assets	731,397	678,460
	<hr/>	<hr/>
Total non-current assets	89,490,244	90,817,895
Current assets:		
Prepaid land premiums	45,885	44,860
Inventories	5,484,017	5,393,368
Amounts due from contract customers	45,825	39,895
Receivables under service concession arrangements	132,579	140,425
Trade and bills receivables	6,495,322	5,320,835
Prepayments, deposits and other receivables	4,570,295	6,131,039
Other taxes recoverable	1,844,344	2,232,099
Restricted cash and pledged deposits	29,953	58,735
Cash and cash equivalents	14,168,786	11,207,706
	<hr/>	<hr/>
	32,817,006	30,568,962
Assets of a disposal group classified as held for sale	4,410,105	2,677,061
	<hr/>	<hr/>
Total current assets	37,227,111	33,246,023
	<hr/>	<hr/>
<b>TOTAL ASSETS</b>	<b>126,717,355</b>	<b>124,063,918</b>

	<b>30 June 2015 Unaudited HK\$'000</b>	31 December 2014 Audited HK\$'000
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to shareholders of the Company		
Share capital	<b>30,401,883</b>	30,401,883
Other reserves	<b>28,553,403</b>	25,978,176
Dividends declared/proposed	<b>385,305</b>	796,297
	<b>59,340,591</b>	57,176,356
Non-controlling interests	<b>11,020,794</b>	10,874,635
<b>TOTAL EQUITY</b>	<b>70,361,385</b>	68,050,991
Non-current liabilities:		
Bank and other borrowings	<b>5,652,615</b>	5,559,874
Guaranteed bonds and senior notes	<b>18,173,665</b>	13,879,298
Defined benefit plans	<b>747,889</b>	672,659
Provision for major overhauls	<b>30,544</b>	30,544
Other non-current liabilities	<b>403,010</b>	433,447
Deferred tax liabilities	<b>313,347</b>	319,441
Total non-current liabilities	<b>25,321,070</b>	20,895,263
Current liabilities:		
Trade and bills payables	<b>3,033,164</b>	2,238,403
Amounts due to contract customers	<b>366,645</b>	377,784
Receipts in advance	<b>4,889,633</b>	5,843,713
Other payables and accruals	<b>8,442,681</b>	7,656,455
Income tax payables	<b>466,672</b>	342,499
Other taxes payables	<b>524,715</b>	266,372
Liability component of convertible bonds	–	84,556
Derivative component of convertible bonds	–	7,639
Bank and other borrowings	<b>12,353,596</b>	17,691,435
	<b>30,077,106</b>	34,508,856
Liabilities directly associated with the assets of a disposal group classified as held for sale	<b>957,794</b>	608,808
Total current liabilities	<b>31,034,900</b>	35,117,664
<b>TOTAL LIABILITIES</b>	<b>56,355,970</b>	56,012,927
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>126,717,355</b>	124,063,918

**Beijing Enterprises Holdings Limited**  
**Segment analysis on major enterprises**

	<b>Six months ended 30 June 2015</b>		<b>Six months ended 30 June 2014</b>	
	<b>Revenue</b>	<b>Net profit attributable to shareholders</b>	<b>Revenue</b>	<b>Net profit attributable to shareholders</b>
	<b>HKD'000</b>	<b>HKD'000</b>	<b>HKD'000</b>	<b>HKD'000</b>
<b>Piped Gas Operation</b>				
Beijing Gas	20,886,159	2,321,207	14,342,614	1,924,612
China Gas	-	370,032	-	272,741
	<b>20,886,159</b>	<b>2,691,239</b>	14,342,614	2,197,353
<b>Brewery Production Operation</b>				
Yanjing Beer	<b>7,917,825</b>	<b>333,930</b>	7,954,567	339,926
<b>Sewage And Water Treatment Operations</b>				
BE Water Group	-	<b>458,605</b>	-	315,448
<b>Other Operations</b>				
Headquarter and other expenses	<b>504,954</b>	<b>(414,997)</b>	132,724	(425,224)
Non-operating gains (1)	-	<b>35,001</b>	-	386,380
	<b>504,954</b>	<b>(379,996)</b>	132,724	(38,844)
<b>Total</b>	<b>29,308,938</b>	<b>3,103,778</b>	22,429,905	2,813,883

(1) Non-operating gains mainly represented fair value gain on financial derivatives of BE Water Group.

\* \* \* \* \*

## **About Beijing Enterprises Holdings Limited (0392.HK)**

*Beijing Enterprises Holdings Limited (“**BEHL**”) is the sole overseas listed conglomerate controlled by the Beijing Municipal Government for channeling capital, technology and management expertise from international markets into Beijing’s development priorities. After a series of divestitures, BEHL has successfully streamlined its assets portfolio and transformed itself into a diversified conglomerate with focus on gas business, beer business, water business, green industry and solid waste treatment.*

*As of June 30, 2015, the core assets held by BEHL include: 100% interest in **Beijing Gas Group Company Limited** (the largest integrated citywide natural gas distributor in the PRC); 22.53% interest in **China Gas Holdings Limited** (0384.HK); 45.78% interest in the A Share listed **Yanjing Brewery Stock Company Limited** (000729.Shenzhen); 43.88% interest in **Beijing Enterprises Water Group Limited** (0371. HK) which is BEHL's major vehicle for investing in regional water projects in mainland China; and 50.25% interest in **Beijing Development (Hong Kong) Limited** (0154. HK) which is developing solid waste treatment business in the P.R.C.*

For more information, please visit the Group’s website at:

**<http://www.behl.com.hk>**

### **Enquiry**

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