

For illustrative purpose only, the pro forma financial information prepared in accordance with Rule 7.31(1) and paragraph 21 of Appendix 1A of the GEM Listing Rules is set out herein to provide the investors with further information to assess the financial performance of the Group after taking into account the adjusted consolidated net tangible assets attributable to the shareholders of the Company to illustrate the financial position of the Group after completion of the Share Offer and to illustrate the performance of the Group had the Share Offer been completed on 1 January 2006.

A. UNAUDITED PRO FORMA ADJUSTED NET TANGIBLE ASSETS

The unaudited pro forma adjusted net intangible assets has been prepared, on the basis of the notes set out below, to illustrate how the Share Offer may have affected the Group's net tangible assets had it occurred as at 30 June 2006.

The unaudited pro forma adjusted net tangible assets has been prepared for illustrative purpose only and, because of its nature, may not give a true picture of the financial position and results of the Group.

	Audited consolidated net tangible assets attributable to the equity holders of the Company as at 30 June 2006 RMB'000 (Note 1)	Estimated net proceeds from the Share Offer RMB'000 (Note 2)	Unaudited pro forma adjusted net tangible assets RMB'000	Unaudited pro forma adjusted net tangible assets per Share (RMB) (Note 3)	Unaudited pro forma adjusted net tangible assets per Share (HK\$) (Note 4)
Based on an Offer Price of HK\$3.90 per H Share	347,193 (equivalent to about HK\$340,385)	435,856 (equivalent to about HK\$427,310)	783,049	2.14	2.10
Based on an Offer Price of HK\$4.50 per H Share	347,193 (equivalent to about HK\$340,385)	506,726 (equivalent to about HK\$496,790)	853,919	2.33	2.28

Notes:

- (1) The audited consolidated net tangible assets attributable to the equity holders of the Company represents the audited consolidated net assets attributable to the equity holders of the Company of approximately RMB349.7 million less intangible assets of approximately RMB2.5 million as at 30 June 2006. The financial information as at 30 June 2006 is extracted from the consolidated balance sheet of the Group set out in "Appendix 1 – Accountants' Report" to this prospectus.
- (2) The estimated net proceeds from the Share Offer reflect the estimated proceeds from the Share Offer, net of related expenses and excluding 12,000,000 Sale H Shares, to be received by the Company. This has been shown on the basis of both the upper and lower limits of the range of Offer Price, being HK\$3.90 and HK\$4.50 per Share.

- (3) The number of Shares is based on a total of 366,620,000 Shares issued and outstanding during the entire year, adjusted as if the Share Offer had occurred at 1 January 2006, excluding any Shares that might be issued under the Over-allotment Option.
- (4) The translation of Hong Kong dollars into Renminbi was at HK\$1.00 to RMB1.02.

B. COMFORT LETTER ON UNAUDITED PRO FORMA FINANCIAL INFORMATION

The following is the text of a report from Ernst & Young, the reporting accountants to the Company, in respect of the unaudited pro forma financial information.



18th Floor
Two International Finance Centre
8 Finance Street
Central
Hong Kong

12 September 2006

The board of directors
Beijing Jingkelong Company Limited

Dear Sirs,

We report on the unaudited pro forma financial information of Beijing Jingkelong Company Limited (the “Company”) and its subsidiaries (hereinafter collectively referred to as the “Group”) which has been prepared by the directors for illustrative purpose only, to provide information about how the public offer and placing of the Company’s H shares might have affected the financial information presented, for inclusion as section (A) of Appendix II to the prospectus of the Company dated 12 September 2006 (the “Prospectus”). The basis of preparation of the pro forma financial information is set out on pages 297 and 298 to the Prospectus.

Respective Responsibilities of Directors of the Company and Reporting Accountants

It is the responsibility solely of the directors of the Company to prepare the unaudited pro forma financial information in accordance with paragraph 7.31 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (the “GEM Rules”) and with reference to Accounting Guideline 7 *Preparation of Pro Forma Financial Information for Inclusion in Investment Circulars* issued by the Hong Kong Institute of Certified Public Accountants.

It is our responsibility to form an opinion, as required by paragraph 7.31 (7) of the GEM Rules, on the unaudited pro forma financial information and to report our opinion to you. We do not accept any responsibility for any reports previously given by us on any financial information used in the compilation of the unaudited pro forma financial information beyond that owed to those to whom those reports were addressed by us at the dates of their issue.

Basis of opinion

We conducted our engagement in accordance with Hong Kong Standard on Investment Circular Reporting Engagements (HKSIR) 300 “Accountants’ Reports on Pro Forma Financial Information in Investment Circulars” issued by the Hong Kong Institute of Certified Public Accountants. Our work consisted primarily of comparing the unadjusted financial information with source documents, considering the evidence supporting the adjustments and discussing the pro forma financial information with the directors of the Company. This engagement did not involve independent examination of any of the underlying financial information.

We planned and performed our work so as to obtain the information and explanations we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the pro forma financial information has been properly compiled by the directors of the Company on the basis stated, that such basis is consistent with the accounting policies of the Group and that the adjustments are appropriate for the purposes of the unaudited pro forma financial information as disclosed pursuant to paragraph 7.31 (1) of the GEM Rules.

The unaudited pro forma financial information is for illustrative purpose only, based on the judgments and assumptions of the directors of the Company, and, because of its hypothetical nature, does not provide any assurance or indication that any event will take place in the future and may not be indicative of the financial position of the Group as at 30 June 2006 or at any future date.

Opinion

In our opinion:

- (a) the unaudited pro forma financial information has been properly compiled by the directors of the Company on the basis stated;
- (b) such basis is consistent with the accounting policies of the Group; and
- (c) the adjustments are appropriate for the purposes of the unaudited pro forma financial information as disclosed pursuant to paragraph 7.31(1) of the GEM Rules.

Yours faithfully,
Ernst & Young
Certified Public Accountants
Hong Kong