江蘇寧滬高速公路股份有限公司

JIANGSU EXPRESSWAY COMPANY LIMITED

(Incorporated in the People's Republic of China with limited liability as a joint-stock limited company)

(Stock Code: 177)

Summary of 2008 Interim Report
Overseas Regulatory Announcement - Eighteenth Session of the Fifth Board of Directors Meeting

This announcement is made pursuant to rule 13.49(6) and section 45(1) of Appendix 16 of the Rules Governing the Listing of Securities of The Stock Exchange of Hong Kong Limited.

A: **Supplementary disclosure with respect to the Summary of 2008 Interim Results**

In addition to the Summary of 2008 Interim Results issued by the Company on 22 August 2008, the following supplementary disclosure is made:

Notes to the condensed consolidated 2008 interim financial statements (prepared under Hong Kong Accounting Standards)

For the six months ended 30 June 2008

1. **Revenue**

	Six months ended 30 June	
	2008 *RMB'000* *(unaudited)*	**2007** *RMB'000* *(unaudited)*
Toll revenue	1,965,809	1,966,647
Sales of petrol	493,663	387,123
Sales of food and beverages	55,735	53,811
Emergency assistance income and others	9,255	7,276
	2,524,462	2,414,857

2. **Segment Information**

All the Group's operations are located and carried out in PRC, and the principal activities of the Group is the operation and management of toll roads. Accordingly, no segment information by business and geographical segment is presented.

3. **Other income**

	Six months ended 30 June	
	2008	**2007**
	RMB'000 *(unaudited)*	*RMB'000* *(unaudited)*
Advertisement income	17,086	10,712
Interest on bank deposits	4,012	4,188
Dividend income from available-for-sale investments	200	200
Others	2,868	2,810
	24,166	17,910

4. **Finance costs**

	Six months ended 30 June	
	2008	**2007**
	RMB'000 *(unaudited)*	*RMB'000* *(unaudited)*
Interest on bank and other borrowings wholly repayable:		
Within five years	227,915	196,026
Over five years	40,672	57,564
	268,587	253,590

5. **Income Tax Expense**

	Six months ended 30 June	
	2008	**2007**
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Current tax:		
PRC Enterprise Income Tax	277,840	376,156
Deferred tax:		
Current year charge (credit)	289	-416
Attributable to change in tax rate	—	1,943
	289	1,527
Income tax expense	278,129	377,683

On 16 March 2007, the PRC promulgated the Law of the PRC on Enterprise Income Tax (the "New Law") by Order No. 63 of the President of the PRC. On 6 December 2007, the State Council of the PRC issued Implementation Regulation of the New Law. The New Law and the Implementation Regulation have changed the tax rate from 33% to 25% for the Group from 1 January 2008.

The tax charge for the six months ended 30 June 2008 and 30 June 2007 can be reconciled to the profit before tax in the condensed consolidated income statement as follows:

	Six months ended 30 June			
	2008		**2007**	
	RMB'000	%	*RMB'000*	%
Profit before tax	1,166,397		1,203,665	
Tax at the applicable income tax rate of 25% (1.1.2007 to 6.30.2007:33%)	291,599	25	397,209	33
Tax effect of share of profits of associates	-18,148	-1.6	-23,746	-1.9
Tax effect of expenses not deductible for tax purposes	4,392	0.4	1,760	0.1
Tax effect of income not taxable for tax purposes	—	—	-29	—
Tax effect of tax losses not recognized	286	—	546	—
Decrease in opening deferred tax balances resulting from a decrease in the applicable tax rates	—	—	1,943	0.2
Income tax expense and effective tax rate for the period	278,129	23.8	377,683	31.4

6. **Profit for the period**

	Six months ended 30 June	
	2008	**2007**
	RMB'000 *(unaudited)*	*RMB'000* *(unaudited)*
Profit for the period has been arrived at after charging (crediting) the following items:		
Staff costs including directors' remuneration	89,228	76,285
Retirement benefits scheme contributions	21,844	11,938
Total staff costs	111,072	88,223
Impairment loss reversed in respect of prepayments and other receivables	—	-54
Depreciation of property, plant and equipment	86,745	110,430
Amortization of operating rights of toll roads	302,978	295,277
Loss on disposal of property, plant and equipment	6	231
Amortization of prepaid lease payments (included in cost of sales)	32,641	32,640
Cost of inventories recognized as expense	531,792	414,476

7. **Earnings per share**

The calculation of basic earnings per share is based on the unaudited profit attributable to equity holders of the Company for the six months ended 30 June 2008 of RMB864,391,000 (Six months ended 30 June 2007: RMB804,732,000) and 5,037,747,500 (Six months ended 30 June 2007: 5,037,747,500) ordinary shares in issue during the period.

No diluted earnings per share is presented as the Company has no potential ordinary shares outstanding for each of the six months ended 30 June 2008 and 30 June 2007.

8. **Dividends**

During the period, the final dividend for 2007 of RMB0.27, totally RMB 1,360,192,000 (2006 final dividend: RMB0.19) per share had been approved by the shareholders in the general meeting.

The directors do not recommend the payment of an interim dividend (Six months ended 30 June 2007: nil).

B. **Overseas Regulatory Announcement - Clarification for the Announcement with respect to Fifth Session of the Eighteenth Board of Directors Meeting**

The first sentence of the announcement with respect to the Fifth Session of the Eighteenth Board of Directors Meeting dated 22 August 2008 should be amended as:-

"Notice is hereby given that the eighteenth session of the fifth board of directors meeting (the "Meeting") was held by the Company on 22 August 2008 at the Company's conference room at No.6 Maqun Street, Nanjing, Jiangsu Province, the PRC. There should be 11 directors present and 11 directors were present. Members of the Supervisory Committee and senior management members attended the Meeting. The Meeting was chaired by Mr Shen Chang Quan, the Chairman."

By the Order of the Board
Yao Yong Jia
Secretary to the Board

Nanjing, PRC, 25 August 2008

As at the date of this announcement, Directors of the Company are: Shen Chang Quan, Xie Jia Quan, Zhang Yang, Sun Hong Ning, Chen Xiang Hui, Du Wen Yi, Cui Xiao Long, Chang Yung Tsung, Fang Hung, Kenneth*, Yang Xiong Sheng* and Fan Cong Lai**

* *Independent Non-executive Directors*