FOSUN INTERNATIONAL LIMITED

(Incorporated in Hong Kong with limited liability under the Companies Ordinance)

(Stock Code: 00656)

INTERIM RESULTS ANNOUNCEMENT (UNAUDITED) FOR THE SIX MONTHS ENDED 30 JUNE 2011

FINANCIAL SUMMARY

	For the six months ended 30 June	
In RMB million	**2011**	2010
Revenue	**25,545.7**	20,667.7
Pharmaceuticals and healthcare	**3,042.0**	2,158.1
Property	**2,260.3**	3,500.1
Steel	**19,013.6**	13,947.5
Mining	**2,038.9**	1,640.2
Elimination	**(809.1)**	(578.2)
Profit attributable to owners of the parent	**3,399.1**	1,611.9
Pharmaceuticals and healthcare	**413.6**	163.5
Property	**388.0**	995.2
Steel	**271.9**	233.0
Mining	**634.6**	507.4
Retail, services and other investments	**1,794.4**	(198.2)
Unallocated expenses	**(150.5)**	(81.6)
Elimination	**47.1**	(7.4)
Earnings per share *(in RMB)*	**0.53**	0.25

BUSINESS REVIEW

As at 30 June 2011, net assets attributable to owners of the parent of Fosun International Limited (the "**Company**") and its subsidiaries (the "**Group**") reached RMB32,252.2 million, representing an increase of 8.0% over the end of 2010. Among that 66.1% were shares of listed companies held by the Group, which amounted to RMB32,576.3 million measured by attributable market capitalisation. During the six months ended 30 June 2011 (the "**Reporting Period**"), according to the consolidated financial statements, profit attributable to owners of the parent amounted to RMB3,399.1 million, representing an increase of 110.9% over the same period of 2010.

Asset allocation of the Group

During the Reporting Period, the Group further increased its investment in consumption upgrade, financial services, resources and energy and manufacturing upgrade, and made continuous efforts to build an investment portfolio that benefits from China's growth momentum. During the Reporting Period, an aggregate investment of RMB13,046.9 million was made in 49 projects. Meanwhile, the Group retrieved cash amounted to RMB972.1 million through realising investment returns by disposal in secondary markets.

First driver of value growth: industrial operations as source of stable operating cash flows with sustainable growth

PHARMACEUTICALS AND HEALTHCARE

The Group's pharmaceuticals and healthcare segment mainly includes its subsidiary, Shanghai Fosun Pharmaceutical (Group) Co., Ltd. ("**Fosun Pharma**"). During the Reporting Period, the scale of Fosun Pharma's current core operations maintained a relatively rapid growth. In the meantime, Fosun Pharma continued to seek opportunities to participate in industrial chain integration, to enhance its in-house research and development ("**R&D**") capability while stepping up external merger and acquisition activities for both drug research firms and pharmaceutical manufacturers. Fosun Pharma also actively explored the premium healthcare service industry. Regarding businesses of drug R&D as well as manufacturing, Fosun Pharma announced its plan of acquiring Dalian Aleph Biomedical Co. Ltd. during the Reporting Period, an act that would allow Fosun Pharma to improve and upgrade its drug portfolio by entering into the vaccine industry, which has a higher entry barrier. In the field of premium healthcare service, Fosun Pharma continued to reinforce its cooperation with Chindex

International Inc., while at the same time, invested in other non-state owned specialist hospitals with relatively high growth potential such as Anhui Jimin Cancer Hospital, through Fosun Pharma's healthcare management platform.

Meanwhile, in order to further strengthen the leading status of Fosun Pharma in China's pharmaceuticals and healthcare industry, during the Reporting Period, Fosun Pharma had announced its plan of issuing overseas listed foreign shares (H shares). The proposed H-share offering would allow Fosun Pharma to boost the development of its in-house R&D platforms, expand the merger and acquisitions towards both domestic and foreign pharmaceutical firms, and become a globally competitive pharmaceutical enterprise by leveraging such international financing platform.

PROPERTY

The Group's property segment mainly includes its subsidiary, Shanghai Forte Land Co., Ltd. ("**Forte**"). The Group also develops its property business by means of strategic or private equity ("**PE**") investments. During the Reporting Period, in the face of sustaining macro regulation, the property segment of the Group adapted to the market situation, continued to maintain a flexible sales policy, strengthened the sales in second and third tier cities and realised a satisfactory sales performance. During the Reporting Period, total attributable contractual sales gross floor area ("**GFA**") and sales revenue completed by the Group's property segment were approximately 442,737 sq.m. and RMB4,190 million, respectively (including projects of joint venture companies and associated companies in which the Group has equity interests, excluding the development projects of Shanghai Zendai Property Limited, an associated company of Forte), representing an increase of approximately 34.8% and 5.6% respectively. (2010 interim: total GFA sold and sales revenue attributable to the Company were 328,363 sq.m. and RMB3,966.85 million respectively, which did not include the disposal of the equity interest of Tianjin Forte Puhe Development Co., Ltd. ("**Tianjin Forte**") in 2010). During the Reporting Period, the attributable GFA under development amounted to 3,457,650 sq.m., representing an increase of 33.51% compared with the same period in 2010. During the Reporting Period, attributable GFA of newly commenced projects amounted to 740,414 sq.m., representing an increase of 32.89% compared with the same period in 2010 and attributable GFA of completed projects was 402,696 sq.m., representing an increase of 2.75% compared with the same period in 2010.

Meanwhile, as a PRC-incorporated company with H shares listed in Hong Kong, Forte's off-shore fund raising capability has been largely limited under the current macro-control impacts, which have been in force since 2010. Therefore, the Company tendered a general offer to Forte's shareholders during the Reporting Period. The Group successfully completed such offer during the Reporting Period, and Forte has been delisted from the The Stock Exchange of Hong Kong Limited (the "**Hong Kong Stock Exchange**"). After delisting, Forte remains an important component of the Group's property segment. Together with the Group's other strategic and PE investments in real estate, besides residential development, the Group's property segment will also focus on themed projects such as commercial/tourism/culture properties, urban complex, senior housing, tourism properties, etc, as well as property distribution and service industries. Through overall planning, the Group will expand the scale of its operations in metropolitan cities, and spread out to the surrounding second and third tier cities, by which the Group will gradually increase the scale of its total property business.

As at the end of the Reporting Period, the Group had attributable GFA of 10,764,633 sq.m. for pipeline projects in 15 first and second tier cities including Shanghai, Beijing, Tianjin, Nanjing, Chongqing, Wuhan, Wuxi, Hangzhou, Xi'an, Changchun, Chengdu, Taiyuan, Changsha, Datong and Dalian, among which 1,732,102 sq.m. of GFA were newly added during the Reporting Period.

Property project reserves of the Group by region (as at 30 June 2011)

Region	**Total GFA (sq.m.)**	**Attributable GFA (sq.m.)**
Shanghai	2,121,922	1,395,049
Jiangsu and Zhejiang	3,041,954	1,667,538
Central and Western	7,438,024	4,630,998
Northern	3,575,309	3,071,048

STEEL

The main assets of the Group's steel segment include its subsidiary Nanjing Iron & Steel Co., Ltd. ("**Nanjing Iron & Steel**") and strategic associate Tianjin Jianlong Iron & Steel Industrial Co., Ltd. ("**Jianlong Group**"). During the Reporting Period, Nanjing Iron & Steel committed to the operating rationale of cost reduction and efficiency enhancement and continued to apply strict expenses control. Nanjing Iron & Steel also continued to explore high-end product categories through R&D to optimise the product mix and improve product quality. Nanjing Iron & Steel was also dedicated to build a close cooperating relationship with enterprises in the upper and lower stream of the industry. As a result, Nanjing Iron & Steel attained strong competitive advantage by differential industrial features. Under the influence of the rising price of raw materials, during the Reporting Period, the gross profit per tonne of steel of Nanjing Iron & Steel experienced certain decrease compared with the same period in 2010. Nevertheless, the negative impact of the rising price of raw materials was partially offset, by the enhancement of productivity, the optimisation of product mix and the effective control of various expenses. Through product and R&D optimisation, Nanjing Iron & Steel has successively launched the special purpose steel pipes and 9Ni steel to the market. Products such as ultra heavy plates, ship building steel plates, steel plates for oil tanks and steel pipes have established considerable brand awareness and market competitiveness within the industry. In respect of raw materials which belong to the upper stream of the industry, Nanjing Iron & Steel made an equity investment in All Wealthy Capital Ltd. and entered into a supplier contract of iron ores with it, which can help secure the supply of key raw materials to Nanjing Iron & Steel and reduce production cost.

Principal operating data of subsidiary and major associate:

	Output of crude steel in the first half of 2011 ('000 tonnes)	**Output of crude steel in the first half of 2010 ('000 tonnes)**	**Change over the same period last year**
Nanjing Iron & Steel	3,967.7	3,380.7	17.4%
Jianlong Group	6,132.9	4,484.5	36.8%

MINING

Principal industrial investments of the Group's mining segment include Hainan Mining Co., Ltd. ("**Hainan Mining**") and Anhui Jin'an Mining Co., Ltd. ("**Jin'an Mining**"). Other important strategic investments include Beijing Huaxia Jianlong Mining Technology Co., Ltd. ("**Huaxia Mining**"), Shanxi Coking Coal Group Wulin Coal Coke Development Co., Ltd. ("**Shanjiaowulin**") and Zhaojin Mining Industry Co., Ltd. ("**Zhaojin Mining**"). During the Reporting Period, not only had iron ore companies invested by the Group been benefiting from a sustaining high iron ore price, they were also able to capitalise on this opportunity further by expanding the outputs, both of which helped to generate satisfying returns. In particular, Hainan Mining, a major subsidiary of the Company, expanded production with its cost advantage, sustained its industry leadership in terms of operating efficiency and continued to rank the first within the industry in terms of comprehensive efficiency indicator. During the Reporting Period, Hainan Mining achieved total sales of iron ore products of 1.94 million tonnes, representing an increase of 10.1% compared with the same period in

2010. Besides, the Group actively encouraged Hainan Mining to gain access to the capital market. During the Reporting Period, the Group announced its proposed spin-off and separate listing of Hainan Mining independently on the main board of the Shanghai Stock Exchange.

Principal operating data of subsidiaries and major associates:

	Main product	**Output in the first half of 2011 ('000 tonnes unless otherwise stated)**	**Change over the same period last year**
Hainan Mining	iron ore	1,985.5	15.4%
Jin'an Mining	iron concentrate	495.8	9.6%
Huaxia Mining	iron concentrate	1,225.6	7.7%
Shanjiaowulin	coking coal	391.4	15.1%
Zhaojin Mining	gold production (own mines) (kilogram)	7,634	12.3%

Second driver of value growth: strategic and PE investments, to capture high-growth investment opportunities while realising remarkable returns

RETAIL, SERVICES AND OTHER INVESTMENTS

Apart from the four sectors mentioned above, the Group also seeks value-oriented investment opportunities in both public and private markets. The Group invests in companies in retail and services and other sectors that benefit most from China's growth momentum to share their development. The Group also actively seeks appropriate timing to build its industrial platforms within sectors that will highly benefit from China's growing domestic consumption, such as financial, consumer goods and retail sectors. The Group also invests in minority interests of companies with listing potential via several independent PE investment platforms, in order to increase shareholder value of the Company by listing and exiting them at an appropriate time.

During the Reporting Period, net profit attributable to owners of the parent of the Group contributed by retail, services and other investments segment amounted to RMB1,794.4 million, which mainly included the share of RMB81.1 million of net profit from Shanghai Yuyuan Tourist Mart Co., Ltd. ("**Yuyuan**") and the fair value change of RMB1,683.3 million in respect of Focus Media Holding Limited, etc. Besides, the Group recognised a gain of RMB129.5 million in total via the disposal of some interests in listed investments.

Operations of major strategic investments: to assist the improvement of investees' management efficiency by being an active shareholder

Among retail, services and other investments, Yuyuan is an important associate of the Group, which is mainly engaged in tourism and gold and jewellery retail and wholesale. During the Reporting Period, benefiting from the continuous surge of gold price, gold sales of Yuyuan and its share of net profit from Zhaojin Mining continued to grow compared with the same period in 2010. Net profit attributable to owners of the parent of the Group by Yuyuan reached RMB81.1 million, representing an increase of 51.0% as compared with the corresponding period of 2010. Under the active support of the Group, Club Méditerranée SA ("**Club Med**") and Yong'an Insurance Co., Ltd. ("**Yong'an Insurance**"), among other major invested enterprises, also maintained steady growth during the Reporting Period, of which Club Med achieved remarkable results in the Reporting Period. Its strategies in China, especially, have received very desirable responses after the Group made the investment in June 2010, and Club Med's business volume in China grew by 56% compared with the same period in 2010 in the Reporting Period. During the Reporting Period, Yong'an Insurance has sustained growth in the scale of its insurance premium, while its underwriting business turned around to become profitable. As a result, its profitability has been enhanced continuously.

Principal profiles of newly added strategic investments made during the Reporting Period: to continuously seek investment opportunities to combine China's growth momentum with global resources

During the Reporting Period, the Group continuously sought for value-oriented global investment opportunities that would benefit from China's growing domestic consumption market. Following the investment in Club Med, the Group once again invested in a globally renowned fashion retail group, Folli Follie. During the Reporting Period, the Group and its affiliate enterprise collectively subscribed for 9.5% equity interest in Folli Follie and the Group is entitled to a seat on its board. Folli Follie owns more than 274 branded chain stores worldwide which include a number of renowned fashion brands such as Folli Follie and Links of London. Leveraging the solid industrial foundation and extensive channels and resources of the Group in China, the Group aims to assist the management of Folli Follie to speed up its development in China in areas such as stores opening, brand building and multi-business expansion so as to achieve mutual beneficial and win-win results.

PE investments: to capitalise on investment premium brought by the rapid expansion and improvement of China capital market

During the Reporting Period, the Group continued to seek investment opportunities in industry leaders with listing potential, mainly through a number of PE platforms, such as Shanghai Fosun Capital Investment Management Company ("**Fosun Capital**") and Shanghai Fosun Venture Capital Investment Management Co., Ltd.. These platforms have completed 7 new investment projects and made additional investment to 5 existing projects, with an aggregate investment of RMB1,038.8 million. Business scopes of the major investees consist of industries such as resources, finance, consumer goods, construction machinery and information technology, such as Hunan Juewei Food Co., Ltd., a leading enterprise in the nationwide marinated food market, Shanghai Fengyun Restaurant Company Limited, a renowned seafood restaurant group in Shanghai.

Meanwhile, the Group continued to ride the trend of sustaining rapid development of China's capital market and actively fostered the listing of the invested enterprises. During the Reporting Period, three investment projects of the Group had completed initial public offerings ("**IPO**") and been listed on the ChiNext of the Shenzhen Stock Exchange successfully, multiple of invested capital ("**MOIC**") was 5.5 times in average based on the market capitalisation on 30 June 2011.

Listed company	Stock code	Investment amount (RMB million)	Appreciation of investment	Year of initial investment	Internal rate of return*
Shenzhen Jasic Technology Co., Ltd.	300193.SZ	129.86	432.6%	2009	108.0%
Shanghai Tofflon Science and Technology Co., Ltd.	300171.SZ	40.00	1,247.3%	2008	133.2%
Shandong Jincheng Pharmaceutical and Chemical Co., Ltd.	300233.SZ	52.00	726.6%	2007	65.1%

*Calculated based on the market capitalisation on 30 June 2011.

Besides, three additional projects received IPO application approval during the Reporting Period and were all listed successfully after the end of the Reporting Period. In addition, during the Reporting Period, the Group had exited a number of PE investment projects through disposal in secondary market realising investment return of RMB308.7 million, delivering a MOIC 6.14 times.

Third driver of value growth: asset management, to generate stable and growing asset management income by obtaining more funds for investment without over-leveraging the Group's statement of financial position

The Group believes that along with the rapid development of China's economy, asset management, which serves the mass affluent population and high net worth individuals in China, has demonstrated a trend of increasing growth and diversification. The Group has long been optimistic on this growing business area. Through its unique platforms and partnerships strategically established worldwide, the Group aims to share the growth of global enterprises benefiting from China's development by adopting the investment rationale of "combining China's growth momentum with global resources". As a result, the Group tries to create outstanding returns for limited partners while receiving management fee as a growing long-term income source as the scale of assets under management by the Group expands. During the Reporting Period, the Group and the world's famous US insurance company, Prudential Financial, Inc. ("**Prudential**"), cooperated to set up a PE fund, of which a subsidiary of the Group is the general partner. Pursuant to the mutual agreement, Prudential will contribute USD500 million as a limited partner and the Group will contribute no less than USD100 million. During the Reporting Period, the PE fund had completed its first investment project. On the other hand, funds newly established by Fosun Capital and Shanghai Star Capital Investment Management Co., Ltd. had completed their first capital raising, with an aggregate amount of RMB5,205.0 million being raised. Among them, the fund of Fosun Capital completed investment in three projects during the Reporting Period.

As at the end of the Reporting Period, assets under management of the Group reached RMB9,740.0 million equivalent in total.

Multi-channel financing: long-term and sustainable funding sources at reasonable cost provide strong support as the Group continues to grow its investment capacity

The Group has been dedicated to establishing diversified financing channels, continuously exploring different types of new financing methods and instruments, in order to optimise debt structure at reasonable cost. During the Reporting Period, the Group has explored a number of local and overseas financing channels to achieve sustaining optimisation of the Group's debt structure in terms of debt instruments and maturity. As a result, the ratio of medium and long-term debt to total debt has continuously increased as compared with the end of last year with more debt instruments being used. During the Reporting Period, the Group has completed the overseas issuance of 5-year senior notes with an aggregate amount of USD300 million at the rate of 7.5% per annum which have been rated “BB+” by Standard and Poor’s and “Ba2” by Moody’s. Meanwhile, Fosun Pharma and Nanjing Iron & Steel, which are subsidiaries of the Company, issued 5-year medium-term notes and 7-year corporate bonds separately raising RMB1.6 billion and RMB4.0 billion at rates of 5.90% and 5.80% per annum respectively. During the Reporting Period, the ratio of foreign currency denominated debt, which has a relatively low cost, to total debt also rose to over 30%. Through the above-mentioned long-term and relatively low cost debt financing, adequate funds have been secured to support the Group’s future investment and the business operations of its subsidiaries.

Future Prospects

Looking forward, although the global economy is still in the shadow of recession, the Group is still optimistic towards China’s economy, which is propelled by urbanisation, industrialisation and the development of the domestic consumption market. The Group will continue to cultivate its three core capabilities. It will grasp local and overseas investment opportunities arisen from the growth momentum of China, assist major portfolio companies to optimise their operations, continue to improve the multi-channel financing system, expand the scale of assets of the Group, unremittingly optimise asset allocation, and maximise value for shareholders, enjoying contribution from the outstanding entrepreneurial team.

FINANCIAL REVIEW

PROFIT ATTRIBUTABLE TO OWNERS OF THE PARENT

For the six months ended 30 June 2011, the profit attributable to owners of the parent of the Group was RMB3,399.1 million, representing an increase of 110.9% as compared with RMB1,611.9 million in the same period of 2010. The increase in profit was primarily due to the fair value gain on certain equity investments held by the Group at fair value through profit or loss during the Reporting Period.

PROFIT CONTRIBUTION OF EACH BUSINESS SEGMENT

Comparison between the profit contribution of each business segment for the six months ended 30 June 2011 and the corresponding figures in the same period of 2010 is analysed as follows:

Unit: RMB million

	For the six months ended 30 June		
Segments	**2011**	2010	Increase/(Decrease)
Pharmaceuticals and healthcare	**413.6**	163.5	250.1
Property	**388.0**	995.2	(607.2)
Steel	**271.9**	233.0	38.9
Mining	**634.6**	507.4	127.2
Retail, services and other investments	**1,794.4**	(198.2)	1,992.6
Unallocated expenses	**(150.5)**	(81.6)	(68.9)
Elimination	**47.1**	(7.4)	54.5
Total	**3,399.1**	1,611.9	1,787.2

Pharmaceuticals and healthcare: Profit contribution from the pharmaceuticals and healthcare segment increased to RMB413.6 million for the six months ended 30 June 2011 from RMB163.5 million for the six months ended 30 June 2010. The increase in profit was mainly due to (i) gain on deemed disposal of equity interest in Sinopharm Group Co. Ltd. as a result of its placement of H shares during the Reporting Period; and (ii) the sales growth in pharmaceutical industrial manufacturing and R&D business and commercial wholesale and retail business.

Property: Profit contribution from the property segment decreased to RMB388.0 million for the six months ended 30 June 2011 from RMB995.2 million for the six months ended 30 June 2010. Two main reasons for the decrease in profit contribution were: (i) there were gains derived from disposal of 75% equity interest in Tianjin Forte during the same period last year; and (ii) decrease in the average selling price per square meter of booked projects compared with the same period in 2010.

Steel: Profit contribution from the steel segment increased to RMB271.9 million for the six months ended 30 June 2011 from RMB233.0 million for the six months ended 30 June 2010. The increase in profit contribution was mainly due to the simultaneous increases in the quantity sold and price of steel during the Reporting Period and the fact that the product mix was continuously optimised to increase the sales of products with higher gross margin.

Mining: Profit contribution from the mining segment increased to RMB634.6 million for the six months ended 30 June 2011 from RMB507.4 million for the six months ended 30 June 2010. The increase in profit contribution was mainly due to: (i) rising prices of iron ore and iron concentrate; and (ii) the timely increase in supply to the market by relevant mining companies.

Retail, services and other investments: Profit contribution from the retail, services and other investments segment turn around to a profit of RMB1,794.4 million for the six months ended 30 June 2011 from loss of RMB198.2 million for the six months ended 30 June 2010, which was principally attributable to the fair value gain on certain equity investments held by the Group at fair value through profit or loss. Meanwhile, Yuyuan, an associate of the Group, maintained growth momentum in its gold, catering and other retail businesses.

REVENUE

For the six months ended 30 June 2011, total revenue of the Group was RMB25,545.7 million after elimination of internal sales in the amount of RMB809.1 million, an increase of 23.6% as compared with the total revenue of RMB20,667.7 million for the six months ended 30 June 2010. The increase in revenue of the Group during the Reporting Period was mainly due to increases in the revenue of all business segments, excluding the property segment, to different degrees as compared with the same period last year.

Pharmaceuticals and healthcare: Revenue of the pharmaceuticals and healthcare segment increased to RMB3,042.0 million for the six months ended 30 June 2011 from RMB2,158.1 million for the six months ended 30 June 2010. The increase in revenue was mainly due to the sales growth in pharmaceutical industrial manufacturing and R&D business and commercial wholesale and retail business.

Property: Revenue of the property segment decreased to RMB2,260.3 million for the six months ended 30 June 2011 from RMB3,500.1 million for the six months ended 30 June 2010. The decrease in revenue was mainly due to the decrease in the average selling price per square meter of booked projects in the Reporting Period.

Steel: Revenue of the steel segment increased to RMB19,013.6 million for the six months ended 30 June 2011 from RMB13,947.5 million for the six months ended 30 June 2010. The increase in revenue was mainly due to the fact that the Group realised significant increases both in sales volume and selling price of steel products during the Reporting Period.

Mining: Revenue of the mining segment increased to RMB2,038.9 million for the six months ended 30 June 2011 from RMB1,640.2 million for the six months ended 30 June 2010. The increase in revenue was mainly due to the increase in prices of iron ore and iron concentrate respectively as compared with the same period last year while their sales volume also increased respectively over the same period last year.

INTEREST EXPENSES

Interest expenses net of capitalised amounts of the Group increased from RMB703.8 million for the six months ended 30 June 2010 to RMB1,027.1 million for the six months ended 30 June 2011. This was mainly attributable to an increase of interest rates and expanding scale of total borrowings. For the six months ended 30 June 2011, the interest rates of borrowings were approximately between 1.0% and 12.18%, as compared with approximately between 1.10% and 12.18% for the same period last year.

TAX

Tax of the Group decreased from RMB1,456.2 million for the six months ended 30 June 2010 to RMB924.9 million for the six months ended 30 June 2011. The decrease in tax was mainly attributable to the decrease in projects booked of the property segment during the Reporting Period, which led to the decrease in income tax and land appreciation tax.

INDEBTEDNESS, LIQUIDITY AND GEARING RATIO OF THE GROUP

As at 30 June 2011, the total debt of the Group increased to RMB54,814.5 million from RMB43,935.4 million as at 31 December 2010. As at 30 June 2011, cash and bank balances decreased to RMB20,302.1 million from RMB21,335.0 million as at 31 December 2010. With the expanding development scale and the increasing investment needs, the Group raised funds from various channels to meet the requirements of operation and investments, and maintained the liquidity of the Group while increasing the debt. As at 30 June 2011, the ratio of total debt to total capitalisation was 53.4% as compared with 49.4% as at 31 December 2010. This ratio has increased slightly as a result of the expanding borrowing scale, which still maintained at a prudent level. Healthy debt ratios and abundant financial resources can reinforce the Group's ability to defend against risk exposure and provide support to the Group in capturing investment opportunities.

PLEDGED ASSETS

As at 30 June 2011, the Group had pledged assets of RMB15,165.5 million (31 December 2010: RMB14,548.5 million) for bank borrowings.

CONTINGENT LIABILITIES

The Group's contingent liabilities were RMB3,581.1 million as at 30 June 2011 (31 December 2010: RMB4,113.8 million), primarily applied to guarantee the mortgage loans of qualified property buyers.

INTEREST COVERAGE

For the six months ended 30 June 2011, earnings before interest expense, tax, depreciation and amortisation ("**EBITDA**") divided by interest expense was 7.5 times as compared with 8.3 times for the same period in 2010, mainly due to the interest expenses increased 45.9% while the EBITDA only increased 32.2% during the Reporting Period compared with the same period last year as the interest bearing bank and other borrowings increased as at 30 June 2011.

INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

	Notes	For the six months ended 30 June **2011** **RMB'000** **(Unaudited)**	 2010 RMB'000 (Unaudited)
REVENUE		**25,545,653**	20,667,657
Cost of sales		**(20,756,749)**	(15,853,316)
Gross profit		**4,788,904**	4,814,341
Other income and gains	4	**3,724,872**	1,674,766
Selling and distribution costs		**(972,426)**	(699,821)
Administrative expenses		**(1,324,692)**	(950,128)
Other expenses		**(532,207)**	(443,253)
Finance costs	5	**(1,082,691)**	(734,883)
Share of profits and losses of:			
Jointly-controlled entities		**33,587**	(13,205)
Associates		**951,912**	557,275
PROFIT BEFORE TAX	6	**5,587,259**	4,205,092
Tax	7	**(924,892)**	(1,456,193)
PROFIT FOR THE PERIOD		**4,662,367**	2,748,899
Attributable to:			
Owners of the parent		**3,399,129**	1,611,913
Non-controlling interests		**1,263,238**	1,136,986
		4,662,367	2,748,899
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT			
- Basic and diluted (RMB)	8	**0.53**	0.25

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	For the six months ended 30 June	
	2011	2010
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
PROFIT FOR THE PERIOD	**4,662,367**	2,748,899
OTHER COMPREHENSIVE INCOME		
Available-for-sale assets:		
Changes in fair value	**(144,789)**	968,375
Reversal of changes in fair value arising from the available-for-sale investment becoming an associate	**(58,283)**	(152,931)
Reclassification adjustments for gains included in the interim condensed consolidated income statement - gain on disposal	**(261,856)**	-
Income tax effect	**(635)**	(228,119)
	(465,563)	587,325
Share of other comprehensive income of associates	**33,012**	11,336
Share of other comprehensive income of jointly-controlled entities	**(3,406)**	-
Exchange differences on translation of foreign operations	**(107,151)**	(44,940)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	**(543,108)**	553,721
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**4,119,259**	3,302,620
Attributable to:		
Owners of the parent	**2,835,762**	2,073,031
Non-controlling interests	**1,283,497**	1,229,589
	4,119,259	3,302,620

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	**30 June 2011 RMB'000 (Unaudited)**	31 December 2010 RMB'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment		**20,377,656**	20,553,341
Investment properties		**2,980,000**	2,551,167
Prepaid land lease payments		**1,319,406**	1,278,066
Exploration and evaluation assets		**454,307**	437,762
Mining rights		**666,532**	717,680
Intangible assets		**273,265**	240,978
Goodwill		**370,685**	376,875
Investments in jointly-controlled entities		**1,288,730**	1,070,429
Investments in associates		**17,432,625**	15,238,649
Held-to-maturity investments		**-**	14,312
Available-for-sale investments		**8,240,028**	7,327,045
Properties under development		**11,012,860**	6,931,439
Due from related companies		**445,908**	413,793
Loan receivable		**1,759,432**	1,493,432
Prepayments		**1,417,900**	756,748
Deferred tax assets		**1,162,205**	1,005,809
		69,201,539	60,407,525
Non-current assets held for sale		**74,024**	148,049
Total non-current assets		**69,275,563**	60,555,574
CURRENT ASSETS			
Cash and bank balances		**20,302,141**	21,334,977
Equity investments at fair value through profit or loss		**9,882,889**	6,478,648
Trade and notes receivables	9	**6,298,528**	5,496,535
Prepayments, deposits and other receivables		**4,708,487**	3,990,536
Inventories		**9,485,782**	6,901,609
Completed properties for sale		**1,632,523**	2,014,437
Properties under development		**11,492,488**	9,856,198
Loans receivable		**344,550**	220,000
Due from related companies		**1,722,346**	1,526,292
Total current assets		**65,869,734**	57,819,232

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

	Notes	**30 June 2011 RMB'000 (Unaudited)**	31 December 2010 RMB'000 (Audited)
CURRENT LIABILITIES			
Interest-bearing bank and other borrowings		**23,159,122**	22,026,769
Loans from a related company		**117,227**	26,678
Trade and notes payables	10	**9,172,007**	8,617,385
Accrued liabilities and other payables		**14,409,247**	12,860,400
Tax payable		**2,101,789**	2,531,045
Finance lease payables		**45,217**	40,116
Derivative financial instruments		**36,912**	84,566
Due to the holding company		**1,695,856**	1,092,250
Due to related companies		**1,160,964**	954,385
Total current liabilities		**51,898,341**	48,233,594
NET CURRENT ASSETS		**13,971,393**	9,585,638
TOTAL ASSETS LESS CURRENT LIABILITIES		**83,246,956**	70,141,212
NON-CURRENT LIABILITIES			
Interest-bearing bank and other borrowings		**31,538,109**	21,795,074
Loans from related companies		**-**	86,887
Finance lease payables		**138,812**	164,178
Deferred income		**138,009**	144,876
Other long term payables		**958,511**	474,466
Deferred tax liabilities		**2,729,312**	2,476,645
Total non-current liabilities		**35,502,753**	25,142,126
Net assets		**47,744,203**	44,999,086
EQUITY			
Equity attributable to owners of the parent			
Issued capital		**621,497**	621,497
Reserves		**31,630,697**	28,322,703
Proposed final dividends	11	**-**	928,936
		32,252,194	29,873,136
Non-controlling interests		**15,492,009**	15,125,950
Total equity		**47,744,203**	44,999,086

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

The unaudited interim condensed consolidated financial statements, which comprise the interim condensed consolidated statement of financial position of the Group as at 30 June 2011 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the six months ended 30 June 2011 (the "Period"), have been prepared in accordance with HKAS 34 *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants.

The unaudited interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2010.

2.1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2010, except for the adoption of new and revised Hong Kong Financial Reporting Standards ("HKFRSs", which also include HKASs and Interpretations), as set out in note 2.2 to the interim condensed consolidated financial statements.

2.2 ADOPTION OF NEW AND REVISED HKFRSs

From 1 January 2011, the Group has adopted the following new and revised HKFRSs for the first time.

HKFRS 1 Amendment	Amendment to HKFRS 1 *First-time Adoption of Hong Kong Financial Reporting Standards – Limited Exemption from Comparative HKFRS 7 Disclosures for First-time Adopters*
HKFRS 7 Amendments	Amendments to HKFRS 7 *Financial Instruments: Disclosures – Transfers of Financial Assets*
HKAS 24 (Revised)	*Related Party Disclosures*
HKAS 32 Amendment	Amendment to HKAS 32 *Financial Instruments: Presentation – Classification of Rights Issues*
HK (IFRIC)-Int 14 Amendments	Amendments to HK(IFRIC)-Int 14 *Prepayments of a Minimum Funding Requirement*
HK(IFRIC)-Int 19	*Extinguishing Financial Liabilities with Equity Instruments*

Apart from the above, Improvement to HKFRSs 2010 has been issued which sets out amendments to a number of HKFRSs primarily with a view to removing inconsistencies and clarifying wording. The amendments to HKFRS 3 and HKAS 27 are effective for annual periods beginning on or after 1 July 2010 while the amendments to HKFRS 1, HKFRS 7, HKAS 1, HKAS 34 and HKFRIC 13 are effective for annual periods beginning on or after 1 January 2011 although there are separate transitional provisions for each standard or interpretation.

The principal effects of adopting these new and revised HKFRSs are as follows:

The HKICPA has issued an amendment to HKAS 24 that clarifies the definitions of a related party. The new definitions emphasise a symmetrical view of related party relationships as well as clarifying in which circumstances persons and key management personnel affect related party relationships of an entity. Secondly, the amendment introduces an exemption from the general related party disclosure requirements for transactions with a government and entities that are controlled, jointly controlled or significantly influenced by the same government as the reporting entity. The adoption of the amendment did not have any impact on the financial position or performance of the Group.

Except as stated above, the adoption of these new and revised HKFRSs has had no significant financial effect on the Group's interim condensed consolidated financial statements.

The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

3. SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their products and services and has five reportable operating segments as follows:

(i) the pharmaceuticals and healthcare segment engages in the research and development, manufacturing, sale and trading of pharmaceutical products;

(ii) the property segment engages in the development and sale of properties in the PRC;

(iii) the steel segment engages in the manufacturing, sale and trading of iron and steel products;

(iv) the mining segment engages in the mining and ore processing of various metals; and

(v) the "others" segment comprises, principally, the management of investments in retail and services industries, and other investments.

Management monitors the results of its operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on reportable segment profit or loss, which is a measure of adjusted profit or loss after tax. The adjusted profit or loss after tax is measured consistently with the Group's profit or loss after tax except that head office and corporate expenses are excluded from such measurement.

Intersegment sales and transfers are transacted with reference to the selling prices used for sales made to third parties at the prevailing market prices.

3. SEGMENT INFORMATION (continued)

Six months ended 30 June 2011

	Pharmaceuticals and healthcare RMB'000 (Unaudited)	Property RMB'000 (Unaudited)	Steel RMB'000 (Unaudited)	Mining RMB'000 (Unaudited)	Others RMB'000 (Unaudited)	Eliminations RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Segment revenue:							
Sales to external customers	3,041,974	2,260,319	19,013,642	1,229,718	-	-	25,545,653
Inter-segment sales	-	-	-	809,225	-	(809,225)	-
Other income and gains	916,617	82,653	194,716	57,676	2,177,906	-	3,429,568
Total	3,958,591	2,342,972	19,208,358	2,096,619	2,177,906	(809,225)	28,975,221
Segment results	872,599	629,819	780,315	1,264,947	1,944,538	47,434	5,539,652
Interest and dividend income	66,487	21,031	72,508	5,144	130,134	-	295,304
Unallocated expenses							(150,505)
Finance costs	(147,065)	(82,772)	(497,940)	(15,384)	(339,530)	-	(1,082,691)
Share of profits and losses of:							
- Jointly-controlled entities	(173)	18,670	15,090	-	-	-	33,587
- Associates	430,659	224,172	121,441	76,998	98,642	-	951,912
Profit before tax	1,222,507	810,920	491,414	1,331,705	1,833,784	47,434	5,587,259
Tax	(255,739)	(297,006)	(43,152)	(271,034)	(49,141)	(8,820)	(924,892)
Profit for the period	966,768	513,914	448,262	1,060,671	1,784,643	38,614	4,662,367

3. SEGMENT INFORMATION (continued)

Six months ended 30 June 2010

	Pharmaceuticals and healthcare RMB'000 (Unaudited)	Property RMB'000 (Unaudited)	Steel RMB'000 (Unaudited)	Mining RMB'000 (Unaudited)	Others RMB'000 (Unaudited)	Eliminations RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Segment revenue:							
Sales to external customers	2,158,078	3,500,121	13,947,509	1,061,949	-	-	20,667,657
Inter-segment sales	-	-	-	578,270	-	(578,270)	-
Other income and gains	305,355	1,198,696	82,042	47,219	95,010	(197,530)	1,530,792
Total	2,463,433	4,698,817	14,029,551	1,687,438	95,010	(775,800)	22,198,449
Segment results	362,125	2,295,222	818,420	1,047,016	(147,843)	(41,426)	4,333,514
Interest and dividend income	16,969	14,008	50,644	4,800	93,025	(35,472)	143,974
Unallocated expenses							(81,583)
Finance costs	(74,425)	(136,818)	(388,596)	(19,575)	(133,076)	17,607	(734,883)
Share of profits and losses of:							
- Jointly-controlled entities	-	(13,205)	-	-	-	-	(13,205)
- Associates	275,081	133,179	72,496	9,580	66,939	-	557,275
Profit before tax	579,750	2,292,386	552,964	1,041,821	(120,955)	(59,291)	4,205,092
Tax	(164,655)	(893,583)	(161,322)	(210,305)	(78,135)	51,807	(1,456,193)
Profit for the period	415,095	1,398,803	391,642	831,516	(199,090)	(7,484)	2,748,899

3. **SEGMENT INFORMATION (continued)**

Segment assets:

Total segment assets as at 30 June 2011 and 31 December 2010 are as follows:

	30 June 2011 RMB'000 (Unaudited)	31 December 2010 RMB'000 (Audited)
Pharmaceuticals and healthcare	**19,099,769**	16,763,998
Property	**46,733,011**	33,520,467
Steel	**42,617,877**	37,480,983
Mining	**7,751,123**	9,626,350
Others	**22,085,100**	23,386,903
	138,286,880	120,778,701
Eliminations*	**(3,141,583)**	(2,403,895)
Total consolidated assets	**135,145,297**	118,374,806

* Inter-segment loans and other balances are eliminated on consolidation.

4. **OTHER INCOME AND GAINS**

An analysis of the Group's other income and gains is as follows:

	For the six months ended 30 June	
	2011 RMB'000 (Unaudited)	2010 RMB'000 (Unaudited)
Other income		
Interest income	**102,691**	111,220
Dividends from available-for-sale investments	**157,917**	25,324
Dividends from equity investments at fair value through profit or loss	**34,696**	7,430
Gross rental income	**44,092**	29,608
Sale of scrap materials	**8,117**	10,997
Government grants	**71,164**	58,265
Consultancy and other service income	**28,267**	17,615
Processing income	**13,466**	12,904
Others	**64,145**	82,490
	524,555	355,853

4. OTHER INCOME AND GAINS (continued)

	For the six months ended 30 June	
	2011	2010
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Gains		
Gain on disposal of subsidiaries	**5,515**	972,395
Gain on disposal of associates	**-**	55,082
Gain on deemed disposal of interest in associates	**888,518**	82,843
Gain on disposal of items of property, plant and equipment	**5,969**	257
Gain on disposal of available-for-sale investments	**222,261**	1,959
Gain on disposal of equity investments at fair value through profit or loss	**50,080**	-
Gain on fair value adjustment of investment properties	**49,591**	169,504
Gain on fair value adjustment of equity investments at fair value through profit or loss	**1,872,404**	-
Gain on disposal of derivative financial instruments	**-**	19,611
Exchange gains, net	**105,979**	17,262
	3,200,317	1,318,913
Other income and gains	**3,724,872**	1,674,766

5. FINANCE COSTS

	For the six months ended 30 June	
	2011	2010
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Total interest expenses	**1,250,337**	922,211
Less: Interest capitalised	**(223,281)**	(218,443)
Interest expenses, net	**1,027,056**	703,768
Bank charges and other finance costs	**55,635**	31,115
Total finance costs	**1,082,691**	734,883

6. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2011	2010
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Cost of sales	**20,756,749**	15,853,316
Inventories written off	**422**	-
Depreciation of items of property, plant and equipment	**1,042,472**	881,437
Amortisation of:		
Prepaid land lease payments	**13,920**	11,924
Mining rights	**52,098**	35,147
Intangible assets	**5,101**	9,342
Provisions/(reversals) for impairment of:		
Trade and other receivables	**2,480**	(939)
Inventories	**26,525**	64,691
Non-current assets held for sale	**74,025**	-
Goodwill	-	33,327
Provision for indemnity of LAT (note 7(3))	**51**	43,139
Loss on fair value adjustment on equity investment at fair value through profit or loss	-	127,324
Loss on settlement of derivative financial instruments	**17,140**	-
Loss on disposal of items of property, plant and equipment	**6,737**	19,640

7. TAX

The major components of tax expenses for the six months ended 30 June 2011 and 2010 are as follows:

		For the six months ended 30 June	
		2011	2010
	Notes	**RMB'000**	RMB'000
		(Unaudited)	(Unaudited)
Current – Hong Kong	(1)	**24,563**	8,162
Current – Mainland China			
- Income tax in Mainland China for the period	(2)	**600,958**	1,012,237
- LAT in Mainland China for the period	(3)	**175,975**	427,597
Deferred		**123,396**	8,197
Tax expenses for the period		**924,892**	1,456,193

7. TAX (continued)

Notes:

(1) Hong Kong profits tax has been provided at the rate of 16.5% (six months ended 30 June 2010: 16.5%) on the estimated assessable profits arising in Hong Kong during the Period.

(2) The provision for Mainland China current income tax is based on a statutory rate of 25% (six months ended 30 June 2010: 25%) of the assessable profit of the Group as determined in accordance with the PRC Corporate Income Tax Law which was approved and became effective on 1 January 2008, except for certain subsidiaries of the Group in Mainland China, which are exempted or taxed at preferential rates of 12.5% to 24%.

(3) According to the tax notices issued by the relevant local tax authorities, the Group commenced to pay LAT at rates ranging from 0.5% to 5% on proceeds from the sale and pre-sale of properties from 2004. Prior to 2007, except for this amount paid to the local tax authorities, no further provision for LAT had been made. The Directors considered that the relevant tax authorities would be unlikely to impose additional LAT levies other than the amount already paid based on the relevant percentages of the proceeds from the sale and pre-sale of the Group's properties.

For the Period, based on the latest understanding of the LAT regulations from the tax authorities, the Group made an additional LAT provision in the amount of RMB137,352,000 (six months ended 30 June 2010: RMB384,684,000) in respect of the sales of properties up to 30 June 2011 in accordance with the requirements set forth in the relevant PRC tax laws and regulations.

In 2004, Shanghai Fosun High Technology (Group) Co., Ltd. ("Fosun Group") and Shanghai Forte Land Co., Ltd. ("Forte") entered into a deed of tax indemnity whereby Fosun Group has undertaken to indemnify Forte in respect of the LAT payable attributable to Forte and its subsidiaries ("Forte Group") in excess of the prepaid LAT based on 0.5% to 5% of sales proceeds, after netting off potential income tax savings, in consequence of the disposal of the properties owned by Forte Group as at 30 November 2003. As at 30 June 2011, the LAT indemnity to Forte Group, after netting off potential income tax savings, amounted to RMB251,144,000 (31 December 2010: RMB246,279,000) and the deferred tax liability amounted to RMB110,488,000 (31 December 2010: RMB109,270,000). The Group's share of losses arising from the LAT indemnity during the Period amounted to RMB51,000 (six months ended 30 June 2010: RMB43,139,000).

8. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of earnings per share is based on the profit for the Period attributable to ordinary equity holders of the parent of RMB3,399,129,000 (six months ended 30 June 2010: RMB1,611,913,000) and on 6,421,595,000 ordinary shares in issue during the Period (six months ended 30 June 2010: 6,421,595,000 ordinary shares).

Diluted earnings per share amount is equal to basic earnings per share amount for the two periods ended 30 June 2011 and 30 June 2010 as no diluting events occurred during these two periods.

9. TRADE AND NOTES RECEIVABLES

	30 June 2011 RMB'000 (Unaudited)	31 December 2010 RMB'000 (Audited)
Trade receivables	**1,719,304**	1,394,348
Notes receivable	**4,579,224**	4,102,187
	6,298,528	5,496,535

An aged analysis of trade receivables as at the end of the reporting period, based on the invoice date, is as follows:

	30 June 2011 RMB'000 (Unaudited)	31 December 2010 RMB'000 (Audited)
Outstanding balances with ages:		
Within 90 days	**1,480,367**	1,064,682
91 - 180 days	**99,745**	150,930
181 - 365 days	**113,092**	141,513
1 - 2 years	**24,658**	40,640
2 - 3 years	**6,384**	5,796
Over 3 years	**52,798**	50,613
	1,777,044	1,454,174
Less: Provision for impairment of trade receivables	**(57,740)**	(59,826)
	1,719,304	1,394,348

9. TRADE AND NOTES RECEIVABLES (continued)

Credit terms granted to the Group's customers are as follows:

	Credit terms
Steel segment	0 to 90 days
Mining segment	0 to 90 days
Pharmaceuticals and healthcare segment	90 to 180 days
Property segment	30 to 360 days

The Group's notes receivable with a carrying value of RMB424,616,000 (31 December 2010: RMB253,285,000) was pledged to certain banks as security for bank loans granted to the Group.

10. TRADE AND NOTES PAYABLES

	30 June 2011 RMB'000 (Unaudited)	31 December 2010 RMB'000 (Audited)
Trade payables	**4,824,387**	4,440,072
Notes payables	**4,347,620**	4,177,313
	9,172,007	8,617,385

An aged analysis of trade payables as at the end of the reporting period, based on the invoice date, is as follows:

	30 June 2011 RMB'000 (Unaudited)	31 December 2010 RMB'000 (Audited)
Outstanding balances with ages:		
Within 90 days	**3,140,169**	3,262,713
91 - 180 days	**296,128**	460,137
181 - 365 days	**983,812**	98,504
1 - 2 years	**291,009**	375,793
2 - 3 years	**53,350**	143,341
Over 3 years	**59,919**	99,584
	4,824,387	4,440,072

11. **DIVIDENDS**

The directors did not recommend the payment of an interim dividend in respect of the Period (six months ended 30 June 2010: Nil).

The proposed final dividend of HKD0.17 per ordinary share for the year ended 31 December 2010 was declared payable and approved by the shareholders at the annual general meeting of the Company on 23 June 2011.

12. **EVENTS AFTER THE REPORTING PERIOD**

(a) On 6 July 2011, the Company entered into a securities repurchase agreement with Focus Media Holding Limited ("Focus Media"), pursuant to which Focus Media has agreed to repurchase 1,956,310 Focus Media ADSs from the Company at a total consideration of approximately USD60,000,000 (equivalent to approximately RMB388,290,000). On the same date, the Company entered into a placing agreement with a placing agent, pursuant to which, the placing agent who is an independent third party agreed to purchase from the Company 4,560,000 Focus Media ADSs at a total consideration of approximately USD139,855,000 (equivalent to approximately RMB905,073,000). After the completion of the sales, the Focus Media ADSs held by the Company decreased to 21,612,957.

(b) On 26 July 2011, Shanghai Xingyi Investment Management Co., Ltd., a subsidiary of the Group, with an independent third party of the Group (collectively, the "Joint Bidder") decided to jointly participate in a bid ("Bid") for land use right of land located at Qunli New District, Harbin, the PRC, with a bid price of approximately RMB2,960,000,000, the Joint Bidder succeeded in the Bid on 29 July 2011.

(c) On 10 March 2011, Chongqing Runjiang Real Estate Co., Ltd. (" Chongqing Runjiang"), a subsidiary of the Group, entered into a contract with the Second Military Medical University for the acquisition of the land use right of a piece of land located at Qixia District, Nanjing, the PRC, with a total consideration of RMB2,800,000,000. On 4 August 2011, Chongqing Runjiang received a written notification from the the Second Military Medical University in relation to the approval of the contract and the contract came into effective.

INTERIM DIVIDEND

The board of directors of the Company (the "**Board**") has resolved not to declare an interim dividend for the Reporting Period.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of its listed securities during the Reporting Period.

REVIEW OF INTERIM RESULTS

The Audit Committee of the Company comprises three independent non-executive directors, namely Mr. Zhang Shengman (Chairman), Dr. Chen Kaixian and Mr. Andrew Y. Yan. The main duties of the Audit Committee are to review and monitor the financial reporting procedures and internal control system of the Company, and to provide recommendations and advice to the Board.

The interim results of the Company for the Reporting Period are unaudited but have been reviewed by the Audit Committee of the Company.

COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

During the Reporting Period, the Company applied the principles of and fully complied with all code provisions of the Code on Corporate Governance Practices as set out in Appendix 14 to the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange.

PUBLICATION OF INTERIM REPORT

This results announcement is published on the websites of the Hong Kong Stock Exchange (http://www.hkexnews.hk) and the Company (http://www.fosun.com). The interim report will be despatched to the shareholders of the Company and published on both websites on or before 30 September 2011.

By Order of the Board
Fosun International Limited
Guo Guangchang
Chairman

Shanghai, the PRC, 25 August 2011

As at the date of this announcement, the executive directors of the Company are Mr. Guo Guangchang, Mr. Liang Xinjun, Mr. Wang Qunbin, Mr. Fan Wei, Mr. Ding Guoqi, Mr. Qin Xuetang and Mr. Wu Ping; the non-executive director is Mr. Liu Benren; and the independent non-executive directors are Dr. Chen Kaixian, Mr. Zhang Shengman and Mr. Andrew Y. Yan.