北京首都國際機場股份有限公司
Beijing Capital International Airport Co.,Ltd.

(a sino-foreign joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 00694)

2013 INTERIM RESULTS ANNOUNCEMENT

FINANCIAL HIGHLIGHTS

- In the first half year of 2013, the aircraft movements reached 276,768 sorties, representing an increase of 1.8% as compared with the same period of the previous year. The passenger throughput reached 40,794,167 person-times, representing an increase of 3.6% as compared with the same period of the previous year. The cargo and mail throughput reached 875,470 tonnes, representing an increase of 5.8% as compared with the same period of the previous year.

- In the first half year of 2013, the total revenues of the Company were RMB3,528,799,000, representing an increase of 5.1% as compared with the same period of the previous year.

- In the first half year of 2013, the total aeronautical revenues of the Company were RMB2,024,244,000, representing an increase of 4.3% as compared with the same period of the previous year.

- In the first half year of 2013, the non-aeronautical revenues of the Company were RMB1,504,555,000, representing an increase of 6.2% as compared with the same period of the previous year.

- In the first half year of 2013, the operating expenses of the Company were RMB2,335,355,000, representing an increase of 7.2% as compared with the same period of the previous year.

- The net profit after tax in the first half year of 2013 of the Company was RMB673,272,000, the earnings per share was RMB0.155, representing an increase of 20.6% as compared with the same period of the previous year.

- The Board resolved to distribute an interim dividend of RMB0.0466 per share for the six months ended 30 June 2013, amounting to the total of RMB201,819,000.

The board of directors (the "**Board**") of Beijing Capital International Airport Company Limited (the "**Company**") announces the unaudited financial position and operating results of the Company as at 30 June 2013 and for the six months ended on that date, which have been reviewed by the audit committee of the Company (the "**Audit Committee**") as follows:

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2013

		Unaudited	
		For the year ended 30 June	
		2013	2012
	Note	***RMB'000***	*RMB'000*
			(Restated)
Revenues			
Aeronautical	3	**2,024,244**	1,940,064
Non-aeronautical	3	**1,504,555**	1,416,729
		3,528,799	3,356,793

	Note	Unaudited For the year ended 30 June **2013** ***RMB'000***	2012 *RMB'000* *(Restated)*
Business tax and levies			
Aeronautical		**(3,770)**	(64,022)
Non-aeronautical		**(44,188)**	(88,881)
		(47,958)	(152,903)
Operating expenses			
Depreciation and amortisation		**(776,003)**	(756,379)
Repairs and maintenance		**(300,145)**	(272,588)
Utilities and power		**(291,368)**	(296,789)
Staff costs		**(256,234)**	(237,048)
Aviation safety and security guard costs		**(234,768)**	(190,340)
Operating contracted services		**(123,596)**	(113,307)
Greening and environmental maintenance		**(103,686)**	(95,233)
Real estate and other taxes		**(80,754)**	(74,052)
Rental expenses		**(50,692)**	(43,130)
Other costs		**(118,109)**	(100,070)
		(2,335,355)	(2,178,936)
Other income	4	**581**	57,856
Operating profit		**1,146,067**	1,082,810
Finance income	5	**54,654**	4,727
Finance costs	5	**(302,147)**	(346,276)
		(247,493)	(341,549)
Share of post-tax (loss)/profit of a jointly controlled entity		**(419)**	2,848

		Unaudited For the year ended 30 June	
		2013	2012
	Note	***RMB'000***	*RMB'000*
			(Restated)
Profit before income tax		**898,155**	744,109
Income tax expense	6	**(224,883)**	(185,623)
Profit for the period		**673,272**	558,486
Other comprehensive (loss)/income			
Item that will not be reclassified subsequently to profit or loss			
Remeasurements of retirement benefit obligations		**(7,903)**	3,440
Other comprehensive (loss)/income for the period, net of tax		**(7,903)**	3,440
Total comprehensive income for the period		**665,369**	561,926
Earnings per share, basic and diluted *(RMB)*	7	**0.155**	0.129
Dividends			
Interim dividend declared	8	**201,819**	173,236

CONDENSED BALANCE SHEET

AS AT 30 JUNE 2013

	Note	**Unaudited As at 30 June 2013 RMB'000**	Audited As at 31 December 2012 RMB'000 (Restated)
ASSETS			
Non-current assets			
Property, plant and equipment		**28,851,398**	29,490,286
Land use rights		**690,940**	699,092
Intangible assets		**30,790**	40,505
Investment in a jointly controlled entity		**52,492**	52,911
Deferred income tax assets		**32,605**	—
Other non-current assets	9	**59,838**	54,160
		29,718,063	30,336,954
Current assets			
Inventories		**125,192**	125,185
Trade and other receivables	9	**1,264,042**	1,142,173
Cash and cash equivalents		**1,890,390**	1,818,404
		3,279,624	3,085,762
Total assets		**32,997,687**	33,422,716
EQUITY			
Capital and reserves			
Share capital		**4,330,890**	4,330,890
Share premium		**5,055,425**	5,055,425
Capital and other reserves		**619,858**	627,761
Statutory and discretionary reserves		**2,889,582**	2,655,065
Retained earnings		**2,697,613**	2,554,658
Total equity		**15,593,368**	15,223,799

	Note	**Unaudited As at 30 June 2013** *RMB'000*	Audited As at 31 December 2012 *RMB'000* *(Restated)*
LIABILITIES			
Non-current liabilities			
Long-term bank borrowings	11	**3,490,000**	—
Bonds payable	12	**4,887,965**	4,885,832
Deferred income tax liabilities		**—**	15,268
Retirement benefit obligations		**116,197**	109,187
Deferred income		**11,621**	12,202
Loans from Parent Company	13	**2,931,479**	3,050,804
		11,437,262	8,073,293
Current liabilities			
Trade and other payables	10	**2,612,104**	2,160,383
Interest payable		**111,434**	226,234
Short-term bank borrowings	11	**3,000,000**	—
Current income tax liabilities		**74,902**	78,603
Current portion of long-term bank borrowings	11	**10,000**	7,500,000
Current portion of retirement benefit obligations		**6,650**	5,810
Current portion of loans from Parent Company	13	**151,967**	154,594
		5,967,057	10,125,624
Total liabilities		**17,404,319**	18,198,917
Total equity and liabilities		**32,997,687**	33,422,716
Net current liabilities		**(2,687,433)**	(7,039,862)
Total assets less current liabilities		**27,030,630**	23,297,092

NOTES

FOR THE SIX MONTHS ENDED 30 JUNE 2013

1 GENERAL INFORMATION

Beijing Capital International Airport Company Limited (the "Company") was incorporated as a joint stock company with limited liability in the People's Republic of China (the "PRC") on 15 October 1999 and has been listed on The Stock Exchange of Hong Kong Limited since 1 February 2000. The Company is majority owned by Capital Airports Holding Company, a state-owned enterprise established in the PRC ("CAHC" or the "Parent Company") under the control of the Civil Aviation Administration of China ("CAAC").

The Company is principally engaged in the ownership and operation of the international airport in Beijing ("Beijing Capital Airport") and the provision of related services. The address of its registered office is Capital Airport, Beijing, the PRC.

This condensed interim financial information is presented in RMB unless otherwise stated. This condensed interim financial information was approved by the Board of Directors for issue on 22 August 2013.

This condensed interim financial information has not been audited.

2 BASIS OF PREPARATION

This condensed interim financial information for the six months ended 30 June 2013 has been prepared in accordance with International Accounting Standard ("IAS") 34, "Interim Financial Reporting". This condensed interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2012, which have been prepared in accordance with the International Financial Reporting Standards ("IFRS").

As at 30 June 2013, the current liabilities of the Company exceeded the current assets by approximately RMB2,687,433,000 (as at 31 December 2012: RMB7,039,862,000). Given the debt obligations and working capital requirements, management has thoroughly considered the Company's available sources of funds as follows:

— The Company's continuous net cash inflow from operating activities; and
— Unutilised long-term banking facilities of RMB15.5 billion.

Based on the above considerations, the Board of Directors is of the opinion that the Company has sufficient available financial resources to meet or refinance its working capital requirements as and when they fall due. As a result, the financial information of the Company for the six months ended 30 June 2013 has been prepared on a going concern basis.

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2012, as described in those annual financial statements.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

(1) New and revised standards and amendments and interpretation to standards which are effective in 2013 and adopted by the Company

Except the following set out below, none of new and revised standards and amendments and interpretation to standards which are effective in 2013 and adopted by the Company is expected to have a significant effect on the unaudited condensed interim financial information of the Company.

IAS 19 'Employee benefits' amends the accounting for employment benefits. The Company has applied the standard retrospectively in accordance with the transition provisions of the standard. The impact on the Company will be to immediately recognise all past service costs; to recognise the actuarial gains and losses from experience adjustments and changes in actuarial assumptions in other comprehensive income of equity; and to replace interest cost and expected return on plan assets with a net interest amount that is calculated by applying the discount rate to the net defined benefit liability (asset).

The effect of adopting IAS 19 (Amendment) is as follows:

	As at 30 June 2013, before adoption of IAS 19 (Amendment)	**Adoption of IAS 19 (Amendment)**	**As at 30 June 2013**
	RMB'000	*RMB'000*	*RMB'000*
Deferred income tax assets	13,357	19,248	32,605
Other assets	32,965,082	—	32,965,082
Total assets	32,978,439	19,248	32,997,687
Share capital	4,330,890	—	4,330,890
Share premium	5,055,425	—	5,055,425
Capital and other reserves	621,520	(1,662)	619,858
Statutory and discretionary reserves	2,896,104	(6,522)	2,889,582
Retained earnings	2,747,175	(49,562)	2,697,613
Total equity	15,651,114	(57,746)	15,593,368
Retirement benefit obligations	39,203	76,994	116,197
Other liabilities	17,288,122	—	17,288,122
Total liabilities	17,327,325	76,994	17,404,319

	As at 31 December 2012, as previously reported	Adoption of IAS 19 (Amendment)	As at 31 December 2012, as restated
	RMB'000	*RMB'000*	*RMB'000*
Total assets	33,422,716	—	33,422,716
Share capital	4,330,890	—	4,330,890
Share premium	5,055,425	—	5,055,425
Capital and other reserves	621,520	6,241	627,761
Statutory and discretionary reserves	2,661,587	(6,522)	2,655,065
Retained earnings	2,613,359	(58,701)	2,554,658
Total equity	15,282,781	(58,982)	15,223,799
Deferred income tax liabilities	34,929	(19,661)	15,268
Retirement benefit obligations	30,544	78,643	109,187
Other liabilities	18,074,462	—	18,074,462
Total liabilities	18,139,935	58,982	18,198,917

	For the six months ended 30 June 2013, before adoption of IAS 19 (Amendment)	Adoption of IAS 19 (Amendment)	For the six months ended 30 June 2013
	RMB'000	*RMB'000*	*RMB'000*
Staff costs	(268,420)	12,186	(256,234)
Profit before income tax	885,969	12,186	898,155
Income tax expense	(221,837)	(3,046)	(224,883)
Profit for the period	664,132	9,140	673,272
Other comprehensive loss, net of tax	—	(7,903)	(7,903)
Total comprehensive income for the period	664,132	1,237	665,369

	For the six months ended 30 June 2012, as previously reported	Adoption of IAS 19 (Amendment)	For the six months ended 30 June 2012 as restated
	RMB'000	*RMB'000*	*RMB'000*
Staff costs	(209,000)	(28,048)	(237,048)
Profit before income tax	772,157	(28,048)	744,109
Income tax expense	(192,635)	7,012	(185,623)
Profit for the period	579,522	(21,036)	558,486
Other comprehensive income, net of tax	—	3,440	3,440
Total comprehensive income for the period	579,522	(17,596)	561,926

(2) New standards and amendments and interpretation to standards not yet effective for the financial year beginning 1 January 2013 and have not been early adopted by the Company

There are certain new standards and amendments to standards which have been issued but are not yet effective for the year beginning 1 January 2013 and have not been early adopted by the Company in the unaudited condensed interim financial information. Management is currently assessing their related impact to the Company.

3 REVENUES AND SEGMENT INFORMATION

The chief operating decision-maker has been identified as the Strategy Committee which is appointed out of the directors by the Board of Directors. This committee reviews the Company's internal reporting in order to assess performance and allocate resources.

The Company runs a single business of operating and managing an airport and provision of related services in the PRC and resources are allocated based on what is beneficial to the Company in enhancing the value as a whole rather than any special unit. The Strategy Committee considers the performance assessment of the Company should be based on the results of the Company as a whole. Therefore, management considers there to be only one operating segment under the requirement of IFRS 8.

	For the six months ended 30 June	
Analysis of revenues by category	**2013**	2012
	RMB'000	*RMB'000*
Aeronautical:		
Passenger charges	**789,501**	767,079
Aircraft movement fees and related charges	**715,555**	672,276
Airport fee *(note a)*	**519,188**	500,709
	2,024,244	1,940,064

Analysis of revenues by category	For the six months ended 30 June	
	2013	2012
	RMB'000	*RMB'000*
Non-aeronautical:		
Concessions	**1,015,095**	978,121
Rentals	**408,507**	400,431
Car parking fee	**77,675**	27,610
Others	**3,278**	10,567
	1,504,555	1,416,729
Total revenues	**3,528,799**	3,356,793

As the Company is domiciled in the PRC from where all of its revenue from external customers for the six months ended 30 June 2013 and 2012 are derived and in where all of its assets are located, no geographical segment information is shown.

(a) Airport fee represents civil airport management and construction fee and Civil Aviation Development Fund (the "Airport Fee"). Pursuant to the "Notice regarding the Issuance of Levy and Utilisation Methods of Civil Aviation Development Fund" issued by Ministry of Finance of the People's Republic of China on 17 March 2012, with effect from 1 April 2012 to 31 December 2015, the civil airport management and construction fee has been converted to the Civil Aviation Development Fund which is imposed on passengers at the same rate of the previously charged civil airport management and construction fee.

Accordingly, the Company recognised the Airport fee revenue using the same rate of previously recognised civil airport management and construction fee.

4 OTHER INCOME

	For the six months ended 30 June	
	2013	2012
	RMB'000	*RMB'000*
Government subsidies	**581**	2,817
Gain on disposal of assets held for sale	**—**	55,039
	581	57,856

5 FINANCE INCOME/(COSTS)

	For the six months ended 30 June	
	2013	2012
	RMB'000	*RMB'000*
Finance income:		
Exchange gain	**45,126**	—
Interest income	**9,528**	4,727
	54,654	4,727
Finance costs:		
Exchange loss	**—**	(10,268)
Interest for bank borrowings wholly repayable within 5 years	**(166,380)**	(163,042)
Interest for bonds payable wholly repayable within 5 years	**(113,237)**	(113,767)
Interest for loans from the Parent Company		
— Wholly repayable within 5 years	**(12,022)**	(42,732)
— Not wholly repayable within 5 years	**(9,301)**	(15,078)
Bank charges	**(1,207)**	(1,389)
	(302,147)	(346,276)
Net finance costs	**(247,493)**	(341,549)

6 INCOME TAX EXPENSE

The Company is subject to corporate income tax at a rate of 25% (2012: 25%) on its taxable income as determined in accordance with the relevant PRC income tax rules and regulations.

	For the six months ended 30 June	
	2013	2012
	RMB'000	*RMB'000*
		(Restated)
Current tax	**270,122**	181,705
Deferred income tax	**(45,239)**	3,918
	224,883	185,623

7 EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted average number of 4,330,890,000 ordinary shares in issue during the six-month periods.

Diluted earnings per share equals basic earnings per share as there were no potential dilutive ordinary shares outstanding during the six-month periods.

	For the six months ended 30 June	
	2013	2012
		(Restated)
Profit attributable to owners of the Company *(RMB'000)*	**673,272**	558,486
Basic earnings per share *(RMB per share)*	**0.155**	0.129

8 DIVIDENDS

	For the six months ended 30 June	
	2013	2012
Dividend proposed		
Interim dividend *(RMB'000)*	**201,819**	173,236
Interim dividend per share *(RMB)*	**0.0466**	0.04

A dividend of RMB295,800,000 that relates to the year ended 31 December 2012 (for the year ended 31 December 2011: RMB257,082,000) has been approved in the Annual General Meeting on 28 June 2013.

The interim dividend for the six months ended 30 June 2013 was proposed at the Board of Directors meeting held on 22 August 2013. This proposed dividend is not reflected as a dividend payable in the condensed interim financial information, but will be reflected as an appropriation of retained earnings for the year ending 31 December 2013.

9 TRADE AND OTHER RECEIVABLES

	As at 30 June 2013 *RMB'000*	As at 31 December 2012 *RMB'000*
Trade receivables		
— CAHC and its fellow subsidiaries	**211,658**	210,192
— a jointly controlled entity	**31**	112
— third parties	**1,055,591**	856,597
	1,267,280	1,066,901
Less: Provision for impairment	**(36,065)**	(30,627)
	1,231,215	1,036,274
Bill receivable		
— third parties	**—**	14,079

	As at 30 June 2013 *RMB'000*	As at 31 December 2012 *RMB'000*
Dividends receivable		
— a jointly controlled entity	**3,230**	3,230
Prepayments and other receivables		
— CAHC and its fellow subsidiaries and related parties	**64,303**	130,401
— third parties	**25,132**	12,349
	89,435	142,750
Total trade and other receivables	**1,323,880**	1,196,333
Less: Non-current portion	**(59,838)**	(54,160)
Current portion	**1,264,042**	1,142,173

The ageing analysis of the trade receivables is as follows:

	As at 30 June 2013 *RMB'000*	As at 31 December 2012 *RMB'000*
Less than 3 months	**845,682**	702,370
4 - 6 months	**70,784**	47,981
7 - 12 months	**75,334**	71,024
1 - 2 years	**141,427**	141,239
2 - 3 years	**74,858**	75,323
Over 3 years	**59,195**	28,964
	1,267,280	1,066,901

The credit terms given to trade customers are determined on an individual basis with normal credit period mainly between 1 to 3 months.

10 TRADE AND OTHER PAYABLES

	As at 30 June 2013 *RMB'000*	As at 31 December 2012 *RMB'000*
Payables to the Parent Company	**261,792**	70,238
Payables to CAHC's fellow subsidiaries	**688,285**	536,852
Payables to a jointly controlled entity of the Company	**126,420**	122,667
Payables to third parties		
— Construction payable	**396,436**	438,839
— Deed taxes in respect of the acquisition of the Phase III assets*	**312,578**	312,578
— Repairs and maintenance charges payable	**181,900**	179,766
— Payroll and welfare payable	**150,795**	151,819
— Dividend payable	**128,361**	—
— Deposits received	**59,155**	48,440
— Other taxes payable	**46,131**	48,483
— Sub-contracting charges payable	**34,546**	25,980
— Greening and environmental maintenance charges payable	**33,111**	27,284
— Accounts payable for purchases	**17,296**	23,590
— Housing subsidy payable to employees	**10,673**	10,885
— Other payables	**164,625**	162,962
	2,612,104	2,160,383

* In 2008, the Company acquired the airfield assets, Terminal Three of Beijing Capital Airport (T3), T3 related assets, roads within airport area, the driverless electric train system, commercial areas and other relevant equipment, machinery and facilities and the land use rights of the land on which T3 and other related constructions are situated (collectively the "Phase III Assets").

The ageing analysis of trade and other payables is as follows:

	As at 30 June 2013	As at 31 December 2012
	RMB'000	*RMB'000*
Less than 3 months	**859,078**	958,088
4 - 6 months	**608,700**	129,223
7 - 12 months	**325,281**	165,356
Over 12 months	**819,045**	907,716
	2,612,104	2,160,383

11 BANK BORROWINGS

	As at 30 June 2013	As at 31 December 2012
	RMB'000	*RMB'000*
Short-term *(note a)*	**3,000,000**	—
Long-term, non-current portion *(note b)*	**3,490,000**	—
Long-term, current portion *(note b)*	**10,000**	7,500,000
	6,500,000	7,500,000

Movements in borrowings are analysed as follows:

	For the six months ended 30 June	
	2013	2012
	RMB'000	*RMB'000*
Opening amount as at 1 January	**7,500,000**	7,500,000
Proceeds of new borrowings	**6,500,000**	—
Repayments of borrowings	**(7,500,000)**	—
Closing amount as at 30 June	**6,500,000**	7,500,000

(a) This loan is denominated in RMB and unsecured. The interest rate is referenced to published loan interest rate issued by People's Bank of China. The principle amount is repayable in May 2014.

(b) This loan is denominated in RMB and unsecured. The interest rate is referenced to published loan interest rate issued by People's Bank of China. According to the repayment schedule of the principal amount, RMB5,000,000 will be paid semi-annually commencing on 20 November 2013 through 20 November 2015 and the remaining balance of RMB3,475,000,000 will be payable on 20 May 2016.

12 BONDS PAYABLE

	As at	As at
	30 June 2013	31 December 2012
	RMB'000	*RMB'000*
Principal amount	**4,900,000**	4,900,000
Bond issuance cost	**(25,650)**	(25,650)
Proceeds received	**4,874,350**	4,874,350
Accumulated amortisation amounts of bond issuance cost	**13,615**	11,482
	4,887,965	4,885,832

On 5 February 2010, the Company issued bonds with an aggregate principal amount of RMB4,900,000,000 with maturity periods of 5 and 7 years, respectively.

The bonds are unsecured, guaranteed by the Parent Company and interest-bearing at 4.45% and 4.65% per annum. The interest is payable annually and the principal amounts are repayable in 2015 and 2017, respectively.

13 LOANS FROM PARENT COMPANY

As part of the acquisition of the phase III assets, the Company entered into agreements with the Parent Company to assume the following long-term borrowings which were previously obtained by the Parent Company with same terms. The borrowings were not reassigned into the name of the Company.

	Loans previously obtained by the Parent Company from		
	European Investment Bank	**Domestic financial institutions**	**Total**
	(note a)	*(note b)*	
	RMB'000	*RMB'000*	*RMB'000*
As at 30 June 2013			
Loans from the Parent Company	**2,583,446**	**500,000**	**3,083,446**
Less: current portion	**(151,967)**	**—**	**(151,967)**
	2,431,479	**500,000**	**2,931,479**
As at 31 December 2012			
Loans from the Parent Company	2,705,398	500,000	3,205,398
Less: current portion	(154,594)	—	(154,594)
	2,550,804	500,000	3,050,804

	For the six months ended 30 June	
	2013	2012
	RMB'000	*RMB'000*
Opening amount as at 1 January	**3,205,398**	4,570,116
Drawdown of borrowings	**—**	8,406
Repayments of borrowings	**(75,695)**	(970,082)
Currency translation differences	**(46,257)**	10,384
Closing amount as at 30 June	**3,083,446**	3,618,824

a) This loan is denominated in the US dollar, unsecured and interest bearing at LIBOR plus 0.4% per annum. The interest is payable semi-annually. The principal amount is repayable by instalments semi-annually commencing on 15 December 2010 with maturity through 15 June 2030.

b) This loan is denominated in RMB and unsecured. The interest rate is referenced to published inter-bank repo rates issued by China Foreign Exchange Trading Center & National Interbank Funding Center and repriced every half yearly. The interest is payable semi-annually.

MANAGEMENT DISCUSSION AND ANALYSIS

In the first half year of 2013, the following changes in policy environment and certain changes in the management and operation of the Company had posed certain effects on the Company's revenue and cost structures as well as its operating performance for the reporting period:

1. The implementation of the pilot reform of levying value added tax in lieu of business tax has lessened the Company's overall tax burden;

2. Pursuant to the "Notice Regarding the Adjustment of Charging Standards of Civil Airport for International, Hong Kong and Macau Flights Operated by Domestic Airliners" issued by the Civil Aviation Administration of China and the National Development and Reform Commission" (Min Hang Fa [2013] No. 3) (the "Notice"), with effect from 1 April 2013, international, Hong Kong and Macau flights operated by domestic airliners, the benchmark price of charging standards for the charging items in the aeronautical business in the mainland outbound (inbound) airports would be determined based on the benchmark price of the charging standards for flights operated by international, Hong Kong and Macau airliners, and for the non-outbound (inbound) airports in the mainland, when the destination of the passenger, cargo and mail is a international city, Hong Kong and Macau, the benchmark price of charging standards for passenger charges, security check charges on passengers and luggage, security check charges on cargo and mail would be determined based on the benchmark price of charging standards for flights operated by international, Hong Kong and Macau airliners (hereafter referred to as "uniform charging policy for international routes"), which has increased the aeronautical revenues of the Company contributed by the international, Hong Kong, Macau and Taiwan flights operated by domestic airlines;

3. In the reporting period, the Company provided certain commercial areas within the terminals to Capital Airport VIP Services Management Company Limited for providing traveller services by way of franchising instead of by way of leasing such commercial areas as it did primarily in the same period last year;

4. From 1 January 2013, the Parent Company entrusted the Company to operate the ground traffic centre ("GTC") assets and the Company would own the income and assume the operating costs (excluding the depreciation expenses, financial expenses and insurance expenses) during the entrustment period, and at the end of each year, the annual operating profit would be shared with the Parent Company according to the previously agreed percentages. In the same period of last year, the Parent Company enjoyed the revenues and bore costs relating to the GTC assets and the Company charged entrusted management service fees for management of GTC on behalf of the Parent Company;

5. The T3D terminal ("T3D") of Beijing Capital Airport was officially put into operation in the first half year of 2013.

OVERVIEW OF AERONAUTICAL BUSINESS

In the first half year of 2013, due to the combined effects of weak growth in emerging economies and global economic recovery delayed by the debt crisis in European countries, Beijing Capital Airport saw a slower growth in its aeronautical business volume as compared to previous years. In respect of international routes, there were only slight increases in aircraft movements and passenger throughput, especially due to the substantial growth in business volume in the same period of 2012, the aftermath of the political events occurring in peripheral regions since the second half year of 2012 and the negative impact of the H7N9 bird flu on travel demands at the beginning of the year.

In the first half year of 2013, the cumulative aircraft movements at the Beijing Capital Airport reached 276,768 sorties, representing an increase of 1.8% as compared with the same period of the previous year. The cumulative passenger throughput reached 40,794,167 person-times, representing an increase of 3.6% as compared with the same period of the previous year. The cumulative cargo and mail throughput reached 875,470 tonnes, representing an increase of 5.8% as compared with the same period of the previous year. Detailed information is set out in the table below:

	For the six months ended 30 June		
	2013	2012	Change
Aircraft Movements *(unit: sorties)*	**276,768**	271,780	1.8%
including: Domestic	**216,891**	212,233	2.2%
International, Hong Kong, Macau & Taiwan	**59,877**	59,547	0.6%
Passenger Throughput *(unit: person-times)*	**40,794,167**	39,381,780	3.6%
including: Domestic	**31,417,728**	30,184,580	4.1%
International, Hong Kong, Macau & Taiwan	**9,376,439**	9,197,200	1.9%
Cargo and mail throughput *(unit: tonnes)*	**875,470**	827,366	5.8%
including: Domestic	**488,466**	459,104	6.4%
International, Hong Kong, Macau & Taiwan	**387,004**	368,262	5.1%

AERONAUTICAL REVENUES

	Unaudited For the six months ended 30 June **2013** *RMB'000*	2012 *RMB'000*	Change
Passenger charges	**789,501**	767,079	2.9%
Aircraft movement fees and related charges	**715,555**	672,276	6.4%
Airport fee *(Note 1)*	**519,188**	500,709	3.7%
Total aeronautical revenues	**2,024,244**	1,940,064	4.3%
less: Business tax and levies *(Note 2)*	**3,770**	64,022	-94.1%
Aeronautical revenues, net of business tax and levies	**2,020,474**	1,876,042	7.7%

Note 1: Pursuant to the "Notice regarding the Issuance of Levy and Utilisation Methods of Civil Aviation Development Fund" issued by the Ministry of Finance of the PRC, with effect from 1 April 2012, the former airport construction fee and fundamental infrastructure construction fund have been combined into the Civil Aviation Development Fund. The airport fee for 2013 represents the Civil Aviation Development Fund receivable by the Company, while the airport fee for 2012 included the airport construction and management fee and Civil Aviation Development Fund receivable by the Company.

Note 2: In the reporting period, due to the implementation of the pilot reform of levying value added tax in lieu of business tax, the regulations of value added tax applied to the aeronautical revenues of the Company and no business tax had to be levied.

In the first half year of 2013, the total aeronautical revenues of the Company were RMB2,024,244,000, representing an increase of 4.3% as compared with the same period of the previous year.

In the first half year of 2013, revenues from passenger charges were RMB789,501,000, representing an increase of 2.9% as compared with the same period of the previous year, which is slightly lower than the growth rate of the passenger throughput due to a slowdown in the growth of international, Hong Kong, Macau and Taiwan passenger throughput.

In the first half year of 2013, revenues from aircraft movement fees and related charges were RMB715,555,000, representing an increase of 6.4% as compared with the same period of the previous year and outpacing the growth rate of aircraft movements, which was mainly due to the increase in fees from international routes since April 2013 as a result of the uniform charging policy for international, Hong Kong, Macau and Taiwan routes operated by domestic airlines. Meanwhile, the higher proportion of large airliners is another driver for the rise in aircraft movement fees and related charges.

In the first half year of 2013, the airport fee revenue was RMB519,188,000, representing an increase of 3.7% as compared with the same period of the previous year, which was substantially in line with the growth rate of the passenger throughput.

NON-AERONAUTICAL REVENUES

	Unaudited For the six months ended 30 June		
	2013	2012	Change
	RMB'000	*RMB'000*	
Concessions	**1,015,095**	978,121	3.8%
including: Advertising	**423,623**	414,028	2.3%
Retailing	**417,565**	412,726	1.2%
Restaurants and food shops	**57,371**	53,125	8.0%
Ground handling	**54,232**	66,358	-18.3%
VIP services	**38,118**	6,734	466.1%
Others	**24,186**	25,150	-3.8%
Rentals	**408,507**	400,431	2.0%
Car parking fees	**77,675**	27,610	181.3%
Others	**3,278**	10,567	-69.0%
Total non-aeronautical revenues	**1,504,555**	1,416,729	6.2%
less: Business tax and levies *(Note3)*	**44,188**	88,881	-50.3%
Non-aeronautical revenues, net of business tax and levies	**1,460,367**	1,327,848	10.0%

Note 3: In the reporting period, due to the implementation of the pilot reform of levying value added tax in lieu of business tax, the regulations of value added tax applied to concessions (other than the concessions from restaurants and food shops) and rental revenues from tangible personal property of the non-aeronautical revenues and rental income from movable tangible property of the Company and no business tax had to be levied.

In the first half year of 2013, the total non-aeronautical revenues of the Company were RMB1,504,555,000, representing an increase of 6.2% as compared with the same period of the previous year.

In the first half year of 2013, the concession revenues of the Company were RMB1,015,095,000, representing an increase of 3.8% as compared with the same period of the previous year. Among which, affecting from the policy of levying value added tax in lieu of business tax and the slowdown of the growth of business, in the first half of 2013, the concession revenues from advertising reached RMB423,623,000, representing an increase of 2.3% as compared with the same period of the previous year; the concession revenues from retailing reached RMB417,565,000, representing a slight increase of 1.2% as compared with the same period of the previous year. The concession revenues from restaurants and food shops were RMB57,371,000, representing an increase of 8.0% as compared with the same period of the previous year, which mainly resulted from the increase in passenger throughput and the consumption ratio. From 1 June 2012, the Company adopted a franchise business model for the commercial areas previously leased to Capital Airport VIP Services Management Company Limited, and accordingly recorded concession revenues from VIP services of RMB38,118,000 in the first half of 2013, representing an increase of 466.1% as compared with the same period of the previous year, which was mainly because such income was recognized for June only in the same period of the previous year. The concession revenues from ground handling service were RMB54,232,000, representing a decrease of 18.3% as compared with the same period of the previous year, which was mainly because the Company reached agreement with airline companies undertaking relevant business in respect of revenues of previous years and recognized such revenues in the same period of the previous year. Other concession revenues were RMB24,186,000, representing a decrease of 3.8% as compared with the same period of the previous year.

In the first half of 2013, the rental revenues of the Company were RMB408,507,000, representing an increase of 2.0% as compared with the same period of the previous year.

In 2013, the Company was entrusted to operate the GTC assets, which, coupled with the increase in vehicle traffic, led to an increase in revenues. In the first half of 2013, the car parking service fee of the Company was RMB77,675,000, representing an increase of 181.3% as compared with the same period of the previous year.

In the first half of 2013, the other revenues of the Company were RMB3,278,000, representing a 69.0% drop as compared with the same period of the previous year. The other revenues mainly represent the service charges for handling documents at the terminals. As there were changes to the GTC operating model, the Company did not have any entrusted management service revenue from GTC during the reporting period.

Operating expenses

	Unaudited For the six months ended 30 June		
	2013	2012	Change
	RMB'000	*RMB'000*	
		(Restated)	
Depreciation and amortisation	**776,003**	756,379	2.6%
Repair and maintenance	**300,145**	272,588	10.1%
Utilities and power	**291,368**	296,789	-1.8%
Staff costs	**256,234**	237,048	8.1%
Aviation safety and security guard costs	**234,768**	190,340	23.3%
Operating contracted services	**123,596**	113,307	9.1%
Greening and environmental maintenance	**103,686**	95,233	8.9%
Real estate and other taxes	**80,754**	74,052	9.1%
Rental expenses	**50,692**	43,130	17.5%
Other costs	**118,109**	100,070	18.0%
Total operating expenses	**2,335,355**	2,178,936	7.2%

In the first half of 2013, the total operating expenses of the Company were RMB2,335,355,000, representing an increase of 7.2% as compared with the same period of the previous year.

In order to improve passenger handling capacity of the domestic waiting area, the T3D was officially put into operation in the first half year of 2013, which resulted in corresponding increases of expenses in connection with the operation of T3D of the Company such as the repair and maintenance expenses, the aviation safety and security guard costs and the operating contracted services costs during the reporting period.

In the first half of 2013, the depreciation and amortisation expenses of the Company were RMB776,003,000, representing an increase of 2.6% as compared with the same period of the previous year.

In the first half of 2013, the repair and maintenance expenses of the Company were RMB300,145,000, representing an increase of 10.1% as compared with the same period of the previous year, mainly due to corresponding increase in relevant expenses upon the commencement of operation of the systems and facilities and equipments of T3D during the reporting period.

In the first half of 2013, the utilities and power expenses of the Company were RMB291,368,000, representing an decrease of 1.8% as compared with the same period of the previous year, mainly due to the shorter duration of heat and cold supply during the reporting period.

In the first half of 2013, the staff costs of the Company were RMB256,234,000, representing an increase of 8.1% as compared with the same period of the previous year.

In the first half of 2013, the aviation safety and security guard costs of the Company were RMB234,768,000, representing an increase of 23.3% as compared with the same period of the previous year, mainly as a result of the increase in labour costs for hiring aviation safety and security guard since the second half of 2012.

In the first half year of 2013, the operating contracted services costs of the Company were RMB123,596,000, representing an increase of 9.1% as compared with the same period of the previous year. Apart from the increase in relevant costs due to the commencement of operation of T3D, another contributing factor to the increase in operating contracted services costs is that the Parent Company has entrusted the Company to operate GTC and the operation cost of which was assumed by the Company since 1 January 2013.

In the first half year of 2013, the greening and environmental maintenance expenses of the Company were RMB103,686,000, representing an increase of 8.9% as compared with the same period of the previous year, mainly due to the increase in relevant costs arising from the commencement of operation of T3D.

In the first half year of 2013, the real estate and other taxes of the Company were RMB80,754,000, representing an increase of 9.1% as compared with the same period of the previous year, mainly due to the GTC real estate tax assumed by the Company during the reporting period as compared to nil of such tax in the same period of the previous year.

In the first half year of 2013, the rental expenses of the Company were RMB50,692,000, representing an increase of 17.5% as compared with the same period of the previous year.

In the first half year of 2013, the other costs of the Company were RMB118,109,000, representing an increase of 18.0% as compared with the same period of the previous year.

OTHER ITEMS IN THE STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2013, other income of the Company was RMB581,000, which mainly included the government subsidies for certain fixed assets which were received by the Company in previous years and transferred from deferred income to other income according to the depreciation of the assets, other income for the same period last year was RMB57,856,000, mainly including the proceeds from disposal of the warehouse assets in the north district by the Company and the government subsidies received by the Company during then reporting period.

For the six months ended 30 June 2013, the net finance costs of the Company after deducting finance income were RMB247,493,000.

For the six months ended 30 June 2013, the income tax expense of the Company was RMB224,883,000.

PROSPECT FOR THE SECOND HALF YEAR OF 2013

In the second half year of 2013, the global economy remains weak as a whole and the domestic economy keeps slowing down, which continues to restrain the overall development of the aviation industry. Beijing Capital Airport has entered into a stage of relatively modest growth in traffic volume. By further expanding the market and supplementing operational resources, Beijing Capital Airport is expected to maintain steady growth in air traffic volumes in the second half of the year.

As preliminary indicated by recent traffic statistics, following the relatively low-speed feeble growth in the first half of the year, the international business of Beijing Capital Airport shows signs of stabilization at the beginning of the second half of the year and its traffic volume began to rebound. However, it remains uncertain as to the growth of the overall traffic volume of Beijing Capital Airport given the impact of special weather and other external environment factors, to which the Company will pay sustained attention.

In the second half year of 2013, the Company will continue to advance the strategic objective of hub airport construction, deepen cooperation through the hub-platform with airlines and airline alliances, step up efforts for marketing in the aviation market and keep expanding routes networks. In terms of supplementing operational resources, by commencing operation of T3D, the operational pressure of Beijing Capital Airport was timely relieved. The Company will also continue to push forward the retrofitting of Terminal Two as scheduled to further improve the facilities capacity of Beijing Capital Airport.

In the second half year of 2013, the Company will persistently strengthen security management and air-ground coordination, and further enhance its overall operating efficiency and service quality.

In the second half year of 2013, the Company will continue deepening the concept of refined management, improving the mix of varieties and brands, promoting the replenishment of commercial resources, and developing potential business value by optimizing the general commercial layout and business planning, so as to continuously increase commercial income.

With the commencement of operation of T3D, and based on the relevant arrangements under the T3D assets leasing agreement reached between the Company and the Parent Company, the Company will face more pressure in terms of operating expenses in the second half than in the first half of the year. Nevertheless, the Company will ensure profit growth by adhering to strict cost controls.

The preliminary approvals work in respect of the construction of Beijing New Airport entered the last critical phase in the second half year of 2013. The Company will continue to comprehensively track the progress of this project, with relevant research and assessments to be actively carried out, in order to make prudent decisions about the desirable tactics to be taken for the Beijing New Airport project.

INTERIM DIVIDENDS

The Board of the Company resolved to distribute the interim dividends of RMB0.0466 per share for the six months ended 30 June 2013, amounting to the total sum of approximately RMB201,819,000 (the interim dividends distributed for 2012: RMB0.04 per share, amounting to a total sum of approximately RMB173,236,000).

Pursuant to the Company's articles of association, dividends payable to holders of domestic shares will be paid in RMB, while dividends payable to holders of H shares will be paid in Hong Kong dollar. The dividends payable in Hong Kong dollar will be calculated basing on the average exchange rate of RMB to Hong Kong dollar published by the People's Bank of China over a period of one calendar week prior to the declaration of the dividends. During such period (from 12 August 2013 to 16 August 2013), the average exchange rate of RMB to Hong Kong dollar was HK$1.00 = RMB0.79546. Accordingly, the amount of the interim dividends for each H share of the Company for the six months ended 30 June 2013 is HK$0.05858.

The register of members of the Company will be temporarily closed from Thursday, 12 September 2013 to Tuesday, 17 September 2013 (both days inclusive), during which period no transfer of shares will be registered. The interim dividends are expected to be paid on or before Thursday, 31 October 2013, to the shareholders whose names appear on the register of members on Tuesday, 17 September 2013.

The Company has appointed Bank of China (Hong Kong) Trustees Limited as the receiving agent (the "Receiving Agent") which will receive the 2013 interim dividend declared from the Company on behalf of the holders of H shares. The 2013 interim dividend will be paid by the Receiving Agent on or before 31 October 2013 and the dividend warrants will be posted by the H share registrar of the Company, Computershare Hong Kong Investor Services Limited, by ordinary mail to the holders of H shares who are entitled to receive the dividend at their own risk.

In order to be qualified for the payment of the interim dividends, holders of H shares whose transfers have not been registered are requested to deposit the transfer documents together with the relevant share certificates to the Company's H share registrar: Hong Kong Registrars Limited at Shops 1712-1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong no later than 4:30 p.m. on Wednesday, 11 September 2013.

Pursuant to the "Enterprise Income Tax Law of the People's Republic of China" and the "Rules for the Implementation of the Enterprise Income Tax Law of the People's Republic of China", both implemented in 2008, and the "Notice of Withholding and Payment of Enterprise Income Tax Regarding China Resident Enterprise Paying Dividend to Non-Resident Enterprise Holders of Overseas H Shares" (No.897 GSH[2008]) issued by China's State Administration of Taxation on 6 November 2008, the Company is obliged to withhold and pay enterprise income tax at the rate of 10% when distributing the 2013 interim dividend to the non-resident enterprise H share shareholders whose names appear on the register of members for H shares of the Company on the relevant record date, i.e. 17 September 2013 (the "Record Date"). For the holders of the H shares (the "H Shareholders") who are registered in the name of non-natural person registered shareholders (including HKSCC (Nominees) Limited, other corporate nominees, trustees, or other organisations or groups which shall be treated as "non-resident enterprise" shareholders) on the register of members for H shares of the Company on the Record Date, the Company will distribute the 2013 interim dividend, after withholding and paying enterprise income tax of 10%.

The Company will withhold and pay enterprise income tax on behalf of its non-resident enterprise shareholders strictly in accordance with the relevant laws and requirements of the relevant government departments and adhere strictly to the information set out in the Company's register of members on the Record Date. The Company assumes no liability whatsoever in respect of and will not entertain any claims arising from any delay in, or inaccurate determination of, the status of the shareholders or any disputes over the mechanism of the above withholding and payment.

Based on the Company's consultations with the relevant PRC tax authorities, for all natural persons whose names are registered on the register of members for H shares of the Company, being a foreign investment enterprise, on the Record Date, no income tax will be required to be withheld and paid by the Company.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2013, the Company had total cash and cash equivalents amounting to RMB1,890,390,000, while the cash and cash equivalents of the Company amounted to RMB1,818,404,000 as at 31 December 2012.

In the reporting period, the Company repaid bank borrowings RMB7,500,000,000 by new borrowings RMB6,500,000,000 and internal cash flow RMB1,000,000,000. As at 30 June 2013, the Company's short-term bank borrowings were RMB3,000,000,000; the non-current and current portions of long-term bank borrowings were RMB3,490,000,000 and RMB10,000,000 respectively; loans from the Parent Company were RMB3,083,446,000; bonds payable were RMB4,887,965,000.

As at 30 June 2013, the current ratio of the Company was 54.96%, and that as at 31 December 2012 was 30.47%. Such ratios were computed by dividing the total current assets by total current liabilities as at those respective dates.

As at 30 June 2013, the liability-to-asset ratio of the Company was 52.74%, and that as at 31 December 2012 was 54.45%. Such ratios were computed by dividing the total amount of liabilities by the total assets as at those respective dates.

In the first half year of 2013, the Company's net cash generated from operating activities amounted to RMB1,681,412,000, representing a decrease of 2.8% as compared with the same period of the previous year.

In the first half year of 2013, net cash used in investing activities amounted to RMB118,273,000, while net cash generated from investing activities amounted to RMB64,003,000 in the same period of 2012, mainly because of the cash of RMB187,600,000 received by the Company from disposal of the Company's warehouse assets in north district in the same period of the previous year.

In the first half year of 2013, the Company's net cash used in financing activities amounted to RMB1,490,387,000, representing a decrease of 1.5% as compared with the same period of the previous year.

CHARGE ON ASSETS

During the six months ended 30 June 2013, there was no material charge on the assets of the Company.

MERGER, ACQUISITION AND DISPOSAL

During the six months ended 30 June 2013, the Company had no merger, acquisition or disposal.

PURCHASE, SALE AND REDEMPTION OF THE COMPANY'S SHARES

The Company has not purchased, sold or redeemed any of its shares during the six months ended 30 June 2013.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND ANY RELATED HEDGES

The Company's businesses are principally denominated in RMB, except for part of non-aeronautical revenues, and purchases of certain equipment, goods and materials which are received or paid in US dollars. Dividends payable to the H Shareholders of the Company are declared in RMB and payable in HK dollars.

According to the overall plan of the acquisition of the Phase III Assets*, as at 30 June 2013, the Company assumed the US dollar-denominated borrowings (USD418,121,310) from the European Investment Bank related to the Phase III Assets and the interest thereof. Accordingly, the fluctuation of the RMB exchange rate against the US dollar will affect the financial results of the Company.

* In 2008, the Company acquired the airfield assets (including runway base courses, runway wearing courses, taxiways, road non-asphalt layers, road asphalt layers, aprons and tunnels, lighting and other airfield facilities), Terminal Three of the Beijing Capital Airport ("T3"), T3 related assets, roads within the airport area, the driverless electric train system, commercial areas and other relevant equipment, machinery and facilities and the land use rights of the land on which T3 and other related constructions are situated (collectively the "Phase III Assets").

During the reporting period, the Company had not carried out any foreign currency hedging activities.

As at 30 June 2013, the assets and liabilities of the Company denominated in US dollars included cash and cash equivalents of approximately RMB52,251,000 (as at 31 December 2012: RMB44,507,000), trade and other receivables of approximately RMB19,824,000 (as at 31 December 2012: RMB16,661,000), trade and other payables of approximately RMB5,714,000 (as at 31 December 2012: RMB5,735,000), and loans from the Parent Company of approximately RMB2,583,446,000 (as at 31 December 2012: RMB2,705,398,000).

EXPOSURE TO FLUCTUATIONS IN INTEREST RATES

The total amount of the non-current portion and current portion of the Company's loans from the Parent Company is RMB3,083,446,000, which includes the loans from the European Investment Bank which was assumed from the Parent Company at an interest rate of six-month LIBOR plus 0.4% and the corporate bonds from the Parent Company at an interest rate with reference to published interbank repo rate issued by China Foreign Exchange Trading Centre & National Interbank Funding Centre. The bank borrowings of the Company totaled RMB6,500,000,000 and their interest rates were referenced to the benchmark interest rates announced by the People's Bank of China. As such, any change in LIBOR and adjustment in interest rates of the People's Bank of China will affect the interest expenses and financial results of the Company.

MATERIAL INVESTMENT, MATERIAL INVESTMENT PLAN AND MATERIAL FINANCING PLAN

During the reporting period, there was no material investment, material investment plan and material financing plan.

CONTINGENT LIABILITIES

The Company had no other significant contingent liabilities as at 30 June 2013.

EMPLOYEES AND EMPLOYEES' WELFARE

1. As at 30 June 2013, the number of employees of the Company was as follows, together with the comparative figures for the same date in the previous year:

	As at 30 June 2013	As at 30 June 2012
Number of employees	**1,615**	1,576

The remuneration policy of employees of the Company is determined by the management based on market practice. A position performance-based salary regime is adopted on the basis of position value and centred on performance evaluation. The remuneration system, under dynamic management, is competitive externally and fair internally, and fulfills concurrent growth in the employees' income and the Company's profit as well as concurrent increase in remuneration of labour and labour productivity.

2. Employees' basic medical insurance and commercial medical insurance

With effect from 1 January 2003, the Company and its certain subsidiaries have implemented the regulations of basic medical insurance in accordance with the requirements of the Beijing Municipal Government. According to the regulations, the Company pays the basic medical insurance and mutual insurance for large sum medical expenses for its employees at 9% and 1%, respectively, of the average monthly salaries of its employees in the previous year.

In addition, the Company may on a voluntary basis provide supplemental medical insurance benefits to its employees on certain amount within 4% of the average monthly salaries of its employees in the previous year. Meanwhile, the Company no longer pays cash medical subsidies or medical compensations to its employees.

MATERIAL LITIGATION OR ARBITRATION

The Company was not involved in any material litigation or arbitration during the reporting period.

ENTRUSTED DEPOSITS AND OVERDUE FIXED DEPOSITS

As at 30 June 2013, the Company did not have any entrusted deposits or uncollected fixed deposits upon maturity placed with any financial institutions or any other entities.

CAPITAL STRUCTURE AND CHANGES

1. Capital Structure

As at 30 June 2013, the total number of issued share capital of the Company was 4,330,890,000 shares, including:

	Number of shares	Percentage to total issued share capital
Domestic shares	**2,451,526,000**	56.61%
H shares	**1,879,364,000**	43.39%

2. Interests and short position of substantial shareholders and other persons

As at 30 June 2013, the interests and long positions and short positions held by the following persons, other than directors or supervisors of the Company, as recorded in the register required to be kept by the Company under Section 336 of the Securities of Futures Ordinance (Chapter 571 of the Laws of Hong Kong) ("SFO") were as follows:

Name of substantial shareholder	Class of shares	Number of shares interested	Capacity	Percentage of Shareholding to the relevant class	Percentage to the total issued shares
Capital Airports Holding Company *(note 1)*	Domestic shares	2,451,526,000 (L)	Beneficial owner	100%	56.61%
Government of Singapore Investment Corporation Pte Ltd *(note 2)*	H shares	413,896,000 (L)	Investment Manager	22.02%	9.56%
BlackRock, Inc. *(note 3)*	H shares	129,260,878 (L) 304,000 (S)	Interest of corporation controlled by the substantial shareholder	6.87% 0.01%	2.98% 0.01%
The Northern Trust Company (ALA) *(note 4)*	H shares	0 (L) 411,728,738 (P)		0.00% 21.91%	0.00% 9.51%

(L) = Long Position

(S) = Short Position

(P) = Lending Pool

Notes:

1. Capital Airports Holding Company was incorporated in the PRC, and is the controlling shareholder of the Company.

   Mr. Dong Zhiyi, an executive director and the Chairman of the Board, is the General Manager of Capital Airports Holding Company.

   Mr. Chen Guoxing, a non-executive director of the Company, is the Deputy General Manager of Capital Airports Holding Company.

Mr. Gao Shiqing, a non-executive director of the Company, is the Deputy General Manager of Capital Airports Holding Company.

Mr. Yao Yabo, a non-executive director of the Company, is the Deputy General Manager of Capital Airports Holding Company.

Mr. Zhang Musheng, a non-executive director of the Company, is the Deputy General Manager of Capital Airports Holding Company.

2. The registered office of Government of Singapore Investment Corporation Pte Ltd is in Singapore.

3. The registered office of BlackRock, Inc. is in New York, the US.

4. The registered office of The Northern Trust Company (ALA) is in Chicago, the US.

SHORT POSITION IN SHARES

According to the register required to be kept by the Company under Section 336 of the SFO, as at 30 June 2013, there were no other people or substantial shareholders holding any short positions in the shares and underlying shares of the Company save as disclosed above.

Save as disclosed above, the register required to be kept under section 336 of the SFO showed that the Company had not been notified of any other interests or short positions in the shares and underlying shares of the Company as at 30 June 2013.

INTERESTS AND SHORT POSITIONS OF DIRECTORS, SUPERVISORS AND CHIEF EXECUTIVES AND THEIR SECURITIES TRANSACTIONS

As at 30 June 2013, none of the directors or the supervisors or the chief executives of the Company had any interests or short positions in any shares, any underlying shares and debentures of the Company or any associated corporations (within the meaning of Part XV of SFO) as recorded in the register of the Company required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange of Hong Kong Limited ("Hong Kong Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange (the "Listing Rules"). None of the directors, the supervisors and the chief executives of the Company, or their associates had been granted or had exercised any such rights during the six months ended 30 June 2013.

AUDIT COMMITTEE

The Audit Committee was established on 10 January 2000. On 15 June 2011, the fifth session of the Board of the Company reappointed the members of the Audit Committee whose term will expire on the date of the 2013 annual general meeting. At present, the Audit Committee is composed of four independent non-executive directors, namely, Mr. Liu Guibin (chairman of the Audit Committee, PRC Certified Public Accountant and one of the first group of senior members (practicing) of CICPA), Mr. Japhet Sebastian Law, Mr. Wang Xiaolong and Mr. Jiang Ruiming. External auditors are invited to attend the Audit Committee meetings regularly and they can communicate with the Audit Committee individually, as they deem necessary.

The Audit Committee fulfills its supervisory responsibility as delegated by the Board through examining matters relating to financial reporting, internal control procedures, and considering auditing issues. The Audit Committee shall meet at least twice a year to review auditors' reports, the status of the Company's audits, internal auditing reports, and the interim and annual accounts of the Company prior to making recommendation to the Board for approval.

The Audit Committee is responsible for the review and evaluation of the Company's internal control system and risk management level.

The Audit Committee has reviewed the Company's condensed interim financial information for the six months ended 30 June 2013, as well as the accounting principles and policies adopted by the Company. The Audit Committee considers that the disclosure of the financial information in the unaudited condensed interim financial information and in the interim report complies with the applicable accounting standards and the relevant requirements of the Listing Rules and the laws of Hong Kong.

CORPORATE GOVERNANCE AND COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company adhered to good corporation governance level. The Company confirms that it has complied with all the provisions set out in the Corporate Governance Code set out in Appendix 14 of the Listing Rules (the "Code") for the six months ended 30 June 2013 except for the Code provision in relation to the matter set out below.

In respect of Code provision A.6.7 of the Code, the Company held its 2012 annual general meeting on 28 June 2013. Save as Mr. Chen Guoxing, Mr. Zhang Musheng and Mr. Liu Eng Boon were absent from the meeting due to other business commitment, all other members of the Board attended the meeting. Matters considered at the meeting included five regular matters and one special matter and all resolutions were smoothly passed at the meeting. After the meeting, the Company dispatched the meeting minutes to all members of the Board to keep the absent directors informed about the proposals resolved during the meeting.

COMPLIANCE WITH THE MODEL CODE

The Company has formulated "the Code for Securities Transactions by Directors and Staff" at terms no less exacting than the required standard of the Model Code. For the six months ended 30 June 2013, the Company strictly implemented the Code for Securities Transactions by Directors and Staff.

Having made specific enquiries to the directors, supervisors and chief executives of the Company, the Company has confirmed that each of them has complied with the Model Code during the six months ended 30 June 2013.

By the order of the Board
Shu Yong
Secretary of the Board

Beijing, PRC, 22 August 2013

As at the date of this announcement, the directors of the Company are:

Executive Directors:	Mr. Dong Zhiyi and Mr. Zhang Guanghui
Non-executive Directors:	Mr. Chen Guoxing, Mr. Gao Shiqing, Mr. Yao Yabo, Mr. Zhang Musheng and Mr. Lau Eng Boon
Independent Non-executive Directors:	Mr. Japhet Sebastian Law, Mr. Wang Xiaolong, Mr. Jiang Ruiming and Mr. Liu Guibin

An announcement containing details of the matter is available for viewing on the website of Hong Kong Exchanges and Clearing Limited website at http://www.hkex.com.hk under "Latest Listed Companies Information", at the website of the Company at http://www.bcia.com.cn/ and the website of Irasia.com at http://www.irasia.com/listco/hk/bcia.