

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



北京金隅股份有限公司

BBMG Corporation*

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

(Stock Code: 2009)

**ANNOUNCEMENT PURSUANT TO RULE 13.09(1) OF THE LISTING RULES
APPROVAL OF ISSUE OF MEDIUM-TERM NOTES IN THE PRC**

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Reference is made to the announcement of BBMG Corporation (the “**Company**”) dated 9 September 2010 in relation to the approval of issue of medium-term notes (the “**Medium-term Notes**”) with a total amount of RMB2.8 billion in tranches in the PRC by the National Association of Financial Market Institutional Investors (中國銀行間市場交易商協會).

The Company will issue the first tranche of the Medium-term Notes with a total amount of RMB2.0 billion with a term of 5 years with an interest rate to be determined after the book-building procedure is completed. It is expected that the Company will publish the relevant information in relation to the issue of the Medium-term Notes on the websites of ChinaBond (<http://www.chinabond.com.cn>) and ChinaMoney (<http://www.chinamoney.com.cn>), respectively, on 17 September 2010.

In accordance with the requirements of the National Association of Financial Market Institutional Investors, the Company is required to publish its financial information which consist of consolidated balance sheet as at 30 June 2010 and consolidated income statement and consolidated cash flow statement for the six months ended 30 June 2010.

The financial information for the six months ended 30 June 2010 is unaudited and was prepared in accordance with the PRC GAAP.

FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2010

CONSOLIDATED BALANCE SHEET OF THE COMPANY AS AT 30 JUNE 2010

	Unit: RMB
ITEMS	As at 30 June 2010
Cash and cash equivalents	4,050,691,998.91
Bills receivable	521,623,165.89
Accounts receivable	2,070,695,343.38
Prepayments	1,133,301,753.80
Interest receivable	3,022,605.22
Others receivable	1,808,138,333.63
Inventories	16,475,946,320.02
Including: Raw materials	737,361,274.61
Stocks	608,343,840.11
Other current assets	45,542,027.35
Total current assets	26,108,961,548.20
Financial assets available for sale	7,700,659.41
Long-term equity investments	567,818,496.58
Investment properties	9,153,171,435.06
Costs of fixed assets	11,701,636,571.96
Less : Accumulated depreciation	3,698,631,748.75
Net fixed assets value	8,003,004,823.21
Less : Provision of diminution of fixed assets	51,689,527.74
Net book value of fixed assets	7,951,315,295.47
Construction-in-progress	2,423,121,419.56
Construction materials	47,752,645.56
Intangible assets	1,982,229,877.34
Goodwill	313,558,745.55
Long-term deferred expenditures (deferred assets)	29,621,786.85
Deferred income tax assets	391,278,629.31
Other non-current assets (other long-term assets)	1,203,132.06
Total non-current assets	22,868,772,122.75
Total assets	48,977,733,670.95

CONSOLIDATED BALANCE SHEET OF THE COMPANY AS AT 30 JUNE 2010 (continued)

Unit: RMB

ITEMS	As at 30 June 2010
Short-term borrowings	6,529,870,812.17
Bills payable	214,208,299.23
Accounts payable	2,545,885,774.92
Payments received in advance	5,655,978,464.58
Staff remuneration payables	79,230,502.27
Including: Wages payable	19,533,148.24
Welfares payable	4,841,486.24
Taxes and dues payable	383,201,199.16
Including: Taxes payable	387,443,030.98
Interests payable	1,272,952.17
Other payables	2,356,870,206.95
Non-current liabilities due within one year	2,042,500,000.00
Other current liabilities	1,303,350,609.32
Total current liabilities	21,112,368,820.77
Long-term borrowings	6,083,607,233.00
Debentures payable	1,895,989,662.12
Long-term payables	548,826,476.72
Special payables	138,263,249.02
Accrued liabilities	79,457,493.59
Deferred income tax liabilities	1,394,830,437.59
Other non-current liabilities	252,474,382.65
Total non-current liabilities	10,393,448,934.69
Total liabilities	31,505,817,755.46
Paid-in capital (share capital)	3,873,332,500.00
Corporate capital	2,365,470,065.00
Including: State-owned corporate capital	2,182,970,065.00
Foreign capital	1,507,862,435.00
Net paid-in capital (or share capital)	3,873,332,500.00
Capital surplus	6,064,254,993.42
Surplus reserve	1,114,907.86
Including: Legal reserve fund	1,114,907.86
Undistributed profit	5,446,619,575.99
Total shareholders' equity attributable to equity holders of parent company	15,385,321,977.27
Minority interests	2,086,593,938.22
Total shareholders' equity	17,471,915,915.49
Total liabilities and shareholders' equity	48,977,733,670.95

CONSOLIDATED INCOME STATEMENT OF THE COMPANY FOR THE SIX MONTHS
ENDED 30 JUNE 2010

Unit: RMB

ITEMS	For the six months ended 30 June 2010
1. Total operating revenue	8,422,266,167.24
Including: Operating revenue	8,422,266,167.24
Including: Revenue from principal business	8,098,498,029.04
Revenue from other business	323,768,138.20
2. Total operating costs	7,636,153,766.33
Including: Operating costs	6,151,676,893.12
Including: Costs for principal business	6,037,333,971.16
Costs for other business	114,342,921.96
Business tax and surcharges	381,178,913.38
Selling expenses	327,305,470.98
Management expenses	643,170,348.75
Including: Entertainment expenses	21,789,994.18
Research and development expenses	15,464,407.25
Financial expenses	126,734,024.85
Including: Interest expenses	136,955,803.45
Interest income	19,511,459.46
Net loss from foreign currency translation	2,682,656.59
Loss from asset devaluation	6,088,115.25
Add: Profit from fair value changes	374,310,617.44
Investment income	28,418,301.81
Including: Investment income from associated companies and jointly controlled entities	-15,535,413.28
3. Operating profit	1,188,841,320.16
Add: Non-operating income	312,662,462.03
Including: Profit from disposal of non-current assets	9,957,930.58
Government subsidies	236,863,225.47
Profit from debt-restructuring	43,320.00
Less: Non-operating expenses	25,167,537.43
Including: Loss from disposal of non-current assets	16,415,316.37
Loss from debt-restructuring	3,919,771.09
4. Total profit	1,476,336,244.76
Less: Income tax expenses	362,348,200.42
5. Net profit	1,113,988,044.34
Net profit attributable to equity holders of parent company	1,013,760,495.60
Net profit attributable to minority shareholders	100,227,548.74
6. Other comprehensive income	71,668,577.76
7. Total comprehensive income	1,185,656,622.10
Net comprehensive income attributable to equity holders of parent company	1,084,468,076.46
Net comprehensive income attributable to minority shareholders	101,188,545.64

CONSOLIDATED CASH FLOW STATEMENTS OF THE COMPANY FOR THE SIX
MONTHS ENDED 30 JUNE 2010

Unit: RMB

ITEMS	For the six months ended 30 June 2010
1. Cash flow from operating activities	
Cash received from product sales and rendering of services	9,215,712,256.89
Refund of taxes and levies received	168,861,557.91
Other cash received relating to operating activities	764,532,932.62
Sub-total of cash inflow from operating activities	10,149,106,747.42
Cash paid for purchase of goods and services received	12,263,907,544.35
Cash paid to and on behalf of employees	527,620,691.69
Payments of all types of taxes and surcharges	1,038,186,956.34
Other cash paid relating to operating activities	1,000,116,100.22
Sub-total of cash outflow from operating expenses	14,829,831,292.60
Net cash flow from operating activities	-4,680,724,545.18
2. Cash flow from investment activities	
Cash received from disposals of investments	60,232,804.77
Cash received from returns on investments	617,851.19
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	68,285,813.40
Sub-total of cash inflow from investment activities	129,136,469.36
Cash paid to acquire fixed assets, intangible assets and other long-term assets	2,652,119,167.34
Net cash paid to acquire subsidiaries and other operating entities	1,585,226,424.87
Sub-total of cash outflow from investment activities	4,237,345,592.21
Net cash flow generated from investment activities	-4,108,209,122.85
3. Cash flows from financing activities	
Cash received from investments	560,000.00
Including: Cash received by subsidiaries from investments of minority shareholders	560,000.00
Cash received from borrowings	11,465,129,812.17
Other cash received relating to financing activities	154,988.73
Sub-total of cash inflow from financing activities	11,465,844,800.90
Cash paid for repayment of borrowings	4,500,000,000.00
Cash paid for dividend, profit appropriation or interest expenses	424,022,740.68
Including: Cash paid by subsidiaries to minority shareholders for dividend and profit	13,360,397.75
Sub-total of cash outflow from financing activities	4,924,022,740.68
Net cash flow from financing activities	6,541,822,060.22
4. Effect on cash and cash equivalents due to change in foreign exchange rate	-2,480,070.31
5. Net increase in cash and cash equivalents	-2,249,591,678.12
Add: Cash and cash equivalents at beginning of period	6,101,168,698.83
6. Cash and cash equivalents at end of period	3,851,577,020.71

The investors and potential investors in H Shares should not rely on information published or disseminated from the PRC when they deal, or contemplate dealing, in the H Shares or other securities of the Company.

By order of the Board
BBMG Corporation*
Jiang Weiping
Chairman

Beijing, the PRC, 16 September 2010

As at the date of this announcement, the executive Directors are Jiang Weiping, Li Changli, Jiang Deyi, Shi Xijun, Wang Hongjun and Deng Guangjun; the non-executive Director is Zhou Yuxian; and the independent non-executive Directors are Hu Zhaoguang, Xu Yongmo, Zhang Chengfu and Yip Wai Ming.

** English translation denotes for identification purposes only*