

Consolidated Income Statements

For the years ended 31st December, 2000 and 1999

(Amounts expressed in thousands of Renminbi ("RMB"), except for earnings per share)

	Note	2000	1999
Revenue, net	16	1,323,935	1,066,584
Cost of sales		<u>(839,446)</u>	<u>(688,005)</u>
Gross profit		484,489	378,579
Other operating income		2,250	3,848
Distribution costs		(171,647)	(146,764)
Administrative expenses		(105,532)	(93,821)
Other operating expenses		<u>(8,095)</u>	<u>(6,528)</u>
Profit from operations		201,465	135,314
Finance cost		(98,427)	(109,561)
Gain on disposals of short-term investments		15,000	12,085
Share of profits less losses from investments under equity method		(1,645)	(639)
Others, net		<u>17,518</u>	<u>13,821</u>
Profit before taxation and minority interests	17	133,911	51,020
Income tax expense	19(a)	<u>(18,382)</u>	<u>(9,104)</u>
Profit after taxation but before minority interests		115,529	41,916
Minority interests		<u>(1,757)</u>	<u>16,672</u>
Net profit for the year	20	<u><u>113,772</u></u>	<u><u>58,588</u></u>
Dividends	21,28	—	<u>21,003</u>
Earnings per share	22		
— Basic		<u><u>RMB0.12</u></u>	<u><u>RMB0.06</u></u>
— Diluted		<u><u>Not applicable</u></u>	<u><u>Not applicable</u></u>

The accompanying notes are an integral part of these consolidated financial statements.