

(prepared in accordance with International Accounting Standards ("IAS"))

OPERATING RESULTS

	Year ended 31st December,				
	2000 (RMB'000)	1999 (RMB'000)	1998 (RMB'000)	1997 (RMB'000)	1996 (RMB'000)
Net Sales					
Domestic	2,090,758	2,302,562	2,244,824	2,054,314	2,372,279
Export	1,508,979	1,059,839	1,442,185	1,243,843	906,470
Total Net Sales	3,599,737	3,362,401	3,687,009	3,298,157	3,278,749
Gross Profit	1,616,217	1,748,569	1,725,060	1,825,664	1,740,446
Operating Income	979,781	1,123,289	1,184,984	1,330,439	1,232,608
Interest Expenses	(5,012)	(10,450)	(87,603)	(166,726)	(159,411)
Income Before Income Taxes	1,035,652	1,160,413	1,173,642	1,208,444	1,106,539
Net Income	748,360	825,120	817,360	834,141	764,556
Earnings per Share (proforma for years ended 31st December, 1997 and 1996)	RMB0.29	RMB0.32	RMB0.35	RMB0.50	RMB0.46
Dividends per Share	RMB0.082	RMB0.089	RMB0.086		

ASSETS AND LIABILITIES

	As at 31st December,				
	2000 (RMB'000)	1999 (RMB'000)	1998 (RMB'000)	1997 (RMB'000)	1996 (RMB'000)
Net Current Assets (Note)	1,270,728	745,806	117,079	194,807	156,733
Land Use Rights and Property, Plant and Equipment, Net	5,500,522	5,516,022	5,560,774	3,746,535	1,908,261
Total Assets	8,103,684	7,599,362	7,127,948	4,776,754	2,754,610
Total Borrowings	–	–	115,000	1,315,000	1,800,000
Shareholders' Equity (Note)	6,869,625	6,352,665	5,675,745	2,709,172	264,994
Net Asset Value per Share (Note)	RMB2.64	RMB2.44	RMB2.18	RMB1.62	
Return on Net Assets (%) (Note)	10.89	12.99	14.40	30.79	

SUMMARY STATEMENT OF CASH FLOWS

	Year ended 31st December,				
	2000 (RMB'000)	1999 (RMB'000)	1998 (RMB'000)	1997 (RMB'000)	1996 (RMB'000)
Net Cash provided by Operating Activities	1,068,771	957,940	1,505,396	1,161,699	869,718
Net Increase (Decrease) in Cash and Cash Equivalent	327,067	227,021	78,869	158,471	(22,399)
Net Cash Flow per Share from Operating Activities	RMB0.41	RMB0.37	RMB0.58	RMB0.70	

Note:

The Company has adopted for the first time the IAS 10 (Revised) "Events after the Balance Sheet Date" and IAS 38 "Intangible Assets" which became effective in 2000.

IAS 10 (Revised) specifies that dividends declared after the balance sheet date but before the financial statements were authorised for issue should be disclosed either as a separate component of equity or in the notes to the financial statements. In prior periods, dividends declared after balance sheet date had been adjusted to the financial statements and recorded as liabilities on the balance sheet. The adoption of IAS 10 (Revised), which has been applied retrospectively, has resulted in an increase in the retained earnings and an increase in net assets of RMB69,000,000, RMB148,200,000 and RMB231,400,000 as at 1st January, 1998, 1999 and 2000, respectively. The relative financial data as at 31st December, 1997, 1998 and 1999, respectively, has been adjusted correspondingly.