

Consolidated Profit and Loss Account

(Prepared under PRC accounting standards)

For the year ended 31 December 2000

	Notes V	2000 RMB	1999 RMB
Principal operating income	25	8,185,686,809	6,668,436,225
Less: Cost of sales	25	(6,929,955,883)	(6,021,316,865)
Sales tax and surcharges	26	(63,977,493)	(44,826,086)
 Profit from principal operating activities		 1,191,753,433	 602,293,274
Add: Other operating profit/(loss)	27	(2,298,192)	676,367
Less: Provisions for inventories		-	(18,000,000)
Selling expenses		(102,796,663)	(115,822,959)
Administrative expenses		(363,127,606)	(356,364,373)
Financial expenses	28	(177,771,693)	(186,929,871)
 Operating profit/(loss)		 545,759,279	 (74,147,562)
Add: Investment income	29	2,675,648	3,001,921
Subsidies income	30	232,475	110,324,774
Non-operating income	31	3,530,438	6,152,610
Less: Non-operating expenses	32	(355,110,111)	(31,950,280)
 Profit before tax		 197,087,729	 13,381,463
Less: Tax		(21,056,682)	(269,705)
 Profit after tax		 176,031,047	 13,111,758
Add: Retained profits at beginning of year		196,591,475	185,813,281
Less: Staff housing subsidies charged to retained profits	33	(20,872,421)	-
 Profit available for distribution		 351,750,101	 198,925,039
Less: Transfers to statutory surplus reserve		(17,401,818)	(1,166,782)
Transfers to statutory public welfare fund		(17,351,227)	(1,166,782)
 Profit available for distribution to shareholders		 316,997,056	 196,591,475
Less: Dividend payable	34	(129,106,000)	-
 Retained profits at end of year		 187,891,056	 196,591,475

The attached notes are a component of the Audited Financial Statements.