

CONSOLIDATED INCOME STATEMENT AND PROFIT DISTRIBUTION STATEMENT

For the year ended 31 December 2000
 (Prepared in accordance with PRC Accounting Rules and Regulations)
 (Expressed in Thousand Renminbi Yuan)

	Note	2000 Rmb'000	1999 Rmb'000
Income from principal operations		9,014,472	7,075,579
Less: Cost of sales	23	7,132,288	5,222,841
Business tax and surcharges	15(b)	41,324	64,021
Profit from principal operations		1,840,860	1,788,717
Less: Loss from other operations		11,356	14,925
Provision for diminution in value of inventories		15,183	49,012
Selling expenses		112,901	129,883
Administrative expenses	24	565,037	399,784
Financial expenses	25	56,890	144,355
Operating profit		1,079,493	1,050,758
Add: Income from investments	26	4,182	3,043
Non-operating income		13,534	70,112
Less: Non-operating expense	27	111,716	217,679
Total profit		985,493	906,234
Less: Income tax	15(a)	139,391	136,372
Profit attributable to minority interests		5,874	15,176
Net profit		840,228	754,686
Add: Undistributed profits / (Accumulated losses) at the beginning of the year		144,994	(6,472)
Distributable profits		985,222	748,214
Less: Transfer to statutory surplus reserve	22	90,034	68,008
Transfer to statutory public welfare fund	22	84,236	47,606
Distributable profits to shareholders		810,952	632,600
Less: Transfer to discretionary surplus reserve	22	–	47,606
Dividends	16	360,000	440,000
Undistributed profits		450,952	144,994

The notes on the accounts form part of these accounts.