

FINANCIAL HIGHLIGHTS

EXTRACTED FROM THE ACCOUNTS PREPARED IN ACCORDANCE WITH INTERNATIONAL ACCOUNTING STANDARDS

	Year ended 31 December			
	2000 RMB millions	1999 RMB millions	1998 RMB millions	1997 RMB millions
Turnover and other operating revenues	328,901	239,999	198,667	224,727
Operating expenses				
Purchased crude oil, products and operating supplies and expenses	(226,137)	(160,843)	(134,406)	(154,563)
Selling, general and administrative expenses	(19,282)	(18,337)	(16,795)	(18,165)
Depreciation, depletion and amortisation	(20,050)	(17,905)	(15,631)	(13,022)
Exploration expenses, including dry holes	(2,883)	(2,387)	(2,614)	(2,215)
Personnel expenses	(13,007)	(12,456)	(11,377)	(11,026)
Taxes other than income tax	(12,183)	(9,508)	(8,637)	(8,444)
Other operating expenses, net	(555)	(3,183)	(3,205)	(2,962)
Total operating expenses	(294,097)	(224,619)	(192,665)	(210,397)
Operating profit	34,804	15,380	6,002	14,330
Net finance costs	(4,843)	(10,224)	(11,109)	(8,171)
Gains from issuance of shares by subsidiaries	—	607	2,114	1,627
Investment income	186	597	595	624
Share of profit less losses from associates and jointly controlled entities	49	146	189	84
Profit/(loss) from ordinary activities before taxation	30,196	6,506	(2,209)	8,494
Taxation	(9,399)	(277)	2,357	(1,708)
Profit from ordinary activities after taxation	20,797	6,229	148	6,786
Minority interests	(1,793)	(1,557)	(450)	(825)
Profit/(loss) attributable to shareholders	19,004	4,672	(302)	5,961
Basic and diluted earnings/(loss) per share (Note i)	RMB 0.26	RMB 0.07	RMB (0.00)	RMB 0.09
Earnings/(loss) per share (based on the issued shares as at year end) (Note ii)	RMB 0.23	RMB 0.07	RMB (0.00)	RMB 0.09

Note i: The calculation of basic and diluted earnings/(loss) per share is based on the profit/(loss) attributable to shareholders and the weighted average number of shares in issue during the year of 71,936,025,585 (1997 to 1999: 68,800,000,000) as if the 68,800,000,000 shares issued and outstanding upon the legal formation of the Company on 25 February 2000 had been outstanding for all years presented. The weighted average number of shares for the year ended 31 December 2000 also reflects the issuance of 15,102,439,000 shares in October 2000 in connection with Sinopec Corp.'s initial public offering.

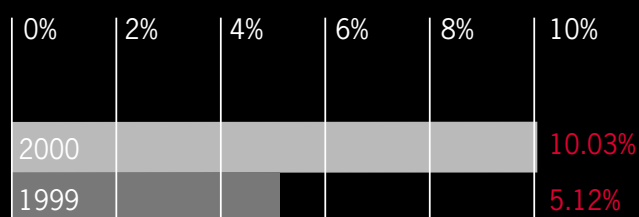
Note ii: The calculation of earnings/(loss) per share (based on the issued shares as at year end) is based on the profit/(loss) attributable to shareholders and the number of shares issued as at year end of 83,902,439,000 (1997 to 1999: 68,800,000,000).

+37.04% +306.8% +271.4%

Turnover and other operating revenues for the year increased by 37.04% to RMB 328,901 million

Profit attributable to shareholders increased by 306.8% to RMB 19,004 million

Basic and diluted earnings per share for the year increased by 271.4% to RMB 0.26



Returns on capital employed
(After tax operating profit/capital employed)

	2000 RMB million	At 31 December 1999 RMB million	1998 RMB million
Current assets	134,208	87,027	111,095
Non-current assets	213,201	189,882	201,132
Total assets	347,409	276,909	312,227
Current liabilities	123,673	124,744	137,641
Non-current liabilities	70,883	43,172	87,304
Total liabilities	194,556	167,916	224,945
Minority interests	22,982	21,873	15,930
Shareholders' funds	129,871	87,120	71,352
Total liabilities and shareholders' funds	347,409	276,909	312,227