

SUMMARY OF ACCOUNTING AND BUSINESS DATA

(prepared in accordance with PRC Accounting Regulations)

1. OPERATING RESULTS (Year Ended 31 December 2000)

	RMB millions
Total profit	103.23
Profit from Main Operation	2,062.89
Income from Other Operations	357.02
Income from Investments	53.84
Net Income outside Business	260.51

2. MAJOR ACCOUNTING DATA & FINANCIAL INDICATORS

(Expressed in RMB million)

Item	2000	1999	1998
1. Revenue from Main Operations	11,821.76	10,668.64	8,645.07
2. Net (Loss)/Profit	20.08	208.10	(653.96)
3. Total Assets	26,986.30	26,959.75	27,325.40
4. Shareholders' Equity	6,606.55	6,682.55	6,471.97
5. (Loss)/Earning per Share (RMB)	0.00413	0.04	(0.13)
6. (Loss)/Earning per Share after deduction of extraordinary profit and loss (RMB)	(0.0466)	(0.09)	(0.13)
7. Net Assets per Share (RMB)	1.36	1.37	1.33
8. Return on Net Assets (%)	0.3040	3.11	(10.10)
9. Net Assets per Share after Adjustments (RMB)	1.20	1.27	1.26
10. Net Amount of Cash Flow per Share Created by Business Operation (RMB)	0.63	0.49	0.57

Notes:

1. The major accounting data and financial indicators in 1998 and 1999 are adjusted pursuant to the same accounting policies in 2000.

2. Calculation of Major Financial Indicators:

(Loss)/Earning per Share = Net Profit ÷ Total Number of Ordinary Shares at the end of year

Net Assets per Share = Shareholders' Equity at the end of year ÷ Total Number of Ordinary Shares at the end of year

Net Assets per Share after Adjustments = [Shareholders' Equity at the end of year - Accounts Receivable aged more than 3 years - Deferred & Prepaid Expenses - Net Loss on Assets (current and fixed) to be disposed of - Pre-operating expenses - Long-term Deferred & Prepaid Expenses - Negative Balance of housing fund] ÷ Total Number of Ordinary Shares at the end of year

Net Amount of Cash Flow per Share Created by Business Operation = Net Amount of cash flow created by Business Operation ÷ Total Number of Ordinary Shares at the end of year

Return on Net Assets = Net (Loss)/Profit ÷ Shareholders' Equity at the end of year x 100%

3. CHANGES OF SHAREHOLDERS' EQUITY

(Expressed in RMB million except share capital)

	Share Capital (unit 10,000)	Capital Reserve	Surplus Reserve	Statutory Common Welfare Fund included in Surplus Reserve	Retained Profits	Total
Beginning Balance	486,695	1,446.70	217.10	87.58	151.80	6,682.55
Increase, Current	–	44.24	22.08	11.04	20.08	86.40
Decrease, Current	–	42.98	–	–	119.42	162.40
Ending Balance	486,695	1,447.95	239.18	98.62	52.46	6,606.55

Notes to the Changes of Shareholders' Equity:

1. The increases of the Capital Reserve and the Statutory Common Welfare Fund were primarily due to the profit appropriation based on profit after taxation of China Cargo Airlines Ltd., a subsidiary of the Company, in 2000.

2. The decrease of the Retained Profits was due to the expected distribution of cash dividend this year.