

SUPPLEMENTARY FINANCIAL INFORMATION

CONSOLIDATED BALANCE SHEETS

	As at December 31,				
	1997	1998	1999	2000	2001
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
ASSETS					
Property, plant and equipment, net	283,521	280,780	326,921	281,944	403,997
Intangible assets, net	-	-	-	-	14,238
Investments in associated companies	-	-	3,132	6,424	12,391
Other long-term investment	-	-	-	-	100,000
Other long-term assets	-	-	-	-	8,465
	283,521	280,780	330,053	288,368	539,091
Current assets					
Cash and cash equivalents	409,502	505,943	163,037	584,729	1,636,818
Short-term bank deposits	-	11,519	16,984	27,406	516,186
Accounts receivable, net	32,090	36,036	47,743	44,868	14,837
Inventories	18,553	18,455	15,150	9,680	2,767
Prepayments and other current assets	15,745	8,420	18,741	31,362	15,356
Due from associated companies	-	-	2,856	11,416	598
Due from related parties	224,039	258,840	259,968	229,845	168,536
	699,929	839,213	524,479	939,306	2,355,098
Total assets	983,450	1,119,993	854,532	1,227,674	2,894,189
EQUITY AND LIABILITIES					
Capital and Reserves					
Paid in capital	260,133	260,133	260,133	577,304	888,158
Capital surplus	155,445	156,138	155,934	167,506	1,114,808
Statutory reserves	109,768	137,574	175,854	25,202	100,058
Retained earnings (accumulated deficit)	(103,171)	(63,307)	(21,756)	-	333,045

	422,175	490,538	570,165	770,012	2,436,069
Minority interests	12,652	20,682	21,168	32,735	30,613
Long term bank loan	411,800	439,800	-	-	-
Current liabilities					
Current portion of long-term bank loan	-	-	800	-	-
Accounts payable and accrued liabilities	64,529	71,394	57,002	65,158	167,092
Deferred revenue	6,993	2,325	788	8,380	3,394
Due to related parties	21,435	23,425	36,366	6,682	38,447
Dividends payable	-	-	-	124,051	124,051
Taxes payable	43,866	71,829	168,243	220,656	94,523
	136,823	168,973	263,199	424,927	427,507
Total equity and liabilities	983,450	1,119,993	854,532	1,227,674	2,894,189

CONSOLIDATED STATEMENTS OF INCOME

	Year ended December 31,				
	1997	1998	1999	2000	2001
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Revenues:					
Electronic travel distribution	343,190	302,846	358,793	439,119	459,868
Airport passenger processing	54,150	71,325	98,220	155,546	203,558
Data network	72,952	87,088	99,879	108,960	114,609
Equipment sales and other	39,343	25,878	46,762	38,362	52,766
Total revenues	509,635	487,137	603,654	741,987	830,801
Business taxes and other surcharges	(16,081)	(15,832)	(19,344)	(24,735)	(29,652)
Net revenues	493,554	471,305	584,310	717,252	801,149
Operating expenses:					
Depreciation and amortisation	(78,457)	(92,964)	(88,218)	(104,857)	(109,658)
Network usage	(25,279)	(30,940)	(34,803)	(54,772)	(48,640)
Personnel	(35,837)	(27,184)	(33,787)	(39,656)	(72,019)

Operating lease rentals	(31,178)	(12,870)	(18,670)	(31,516)	(35,278)
Technical support services	(19,478)	(14,122)	(5,665)	(15,885)	(22,304)
Cost of equipment sold	(8,256)	(6,379)	(12,738)	(9,131)	(11,010)
Repairs and maintenance	(18,166)	(15,870)	(15,860)	(26,410)	(18,397)
Commission and promotion expenses	(3,183)	(7,752)	(18,002)	(26,933)	(44,207)
Other operating expenses	(31,669)	(26,258)	(41,248)	(60,676)	(73,206)
Total operating expenses	(251,503)	(234,339)	(268,991)	(369,836)	(434,719)
Operating profit	242,051	236,966	315,319	347,416	366,430
Financial income (charges), net	(17,212)	(17,883)	(960)	4,921	41,956
Share of results from associated companies	-	-	392	3,446	7,289
Other (expenses) income, net	953	(7,627)	209	(2,729)	(4,102)
Profit before taxation	225,792	211,456	314,960	353,054	411,573
Taxation	(73,987)	(68,753)	(103,742)	(94,166)	(3,189)
Profit before minority interests	151,805	142,703	211,218	258,888	408,384
Minority interests	(3,103)	(5,317)	(3,180)	(2,296)	(483)
Net profit	148,702	137,386	208,038	256,592	407,901
Earnings per share, basic and diluted (RMB)	0.26	0.24	0.36	0.44	0.48
Number of shares outstanding (thousand)	577,304	577,304	577,304	577,304	855,314

Note 1. The above supplementary financial information is derived from the combined financial information of the Company and its subsidiaries (collectively the "Group") in the accountants' report included in the prospectus dated January 29, 2001 issued by the Company, as well as the audited financial statements included in the annual reports of 2000 and 2001. The supplementary financial information presents the financial position and operating results of the Group as if the Group had been in existence throughout the years presented, and has been prepared in accordance with International Financial Reporting Standards.

- Note 2. Earnings per share for each of the years presented other than 2001 is calculated on the basis of 577,304,000 shares outstanding as at December 31, 2000 without adjusting for the pro forma changes in the number of new shares that might have resulted from additional contributions from Civil Aviation Computer Information Center over the years presented. Earnings per share for the year ended December 31, 2001 has been computed by dividing the net profit of RMB407,901,000, by the weighted average number of 855,314,000 ordinary shares in issue during the year ended December 31, 2001. The weighted average number of ordinary shares for the year ended December 31, 2001 to be used as the basis for calculating the earnings per share has been adjusted for the effect of the offering of the Company's H shares in February 2001.
- Note 3. The balances with associated companies as at December 31, 1997, 1998, 1999 and 2000 have been reclassified and separately presented from accounts receivable and prepayment and other current assets. In the opinion of the directors, such reclassification is made to better present the financial position of the Group as at the end of each year.