

INCOME STATEMENT

AS OF 31st DECEMBER, 2001

(Amounts expressed in thousands of Renminbi, except per share data)

	Note	2001	2000
Turnover	19	5,954,526	7,824,547
Cost of goods sold			
Raw materials consumed	19	(4,026,826)	(4,863,348)
Utilities	19	(784,571)	(795,987)
Depreciation		(506,135)	(488,406)
Salaries and staff welfare		(180,746)	(233,145)
Manufacturing overheads	19	(161,913)	(293,207)
 Total cost of goods sold		 (5,660,191)	 (6,664,093)
 Gross profit		 294,335	 1,160,454
 Selling, general and administrative expenses	 16,19	 (560,940)	 (530,743)
 Operating (loss) profit		 (266,605)	 629,711
Financial expenses, net	16,19	(59,579)	(97,893)
Other expenses, net	17,19	(100,295)	(23,030)
(Loss) Profit before taxation	16	(426,479)	508,788
Taxation	18	143,120	(161,029)
Net (loss) profit		(283,359)	347,759
Dividend proposed	20	-	134,960
(Losses) Earnings per share, basic (RMB)	21	(0.084)	0.103
Proposed dividend per share (RMB)	20	-	0.040