

Profit and Loss Account

(Prepared under PRC accounting standards)

Year ended 31 December 2001

	Notes V	2001 RMB	2000 RMB
Principal operating income	31	9,412,203,734	7,079,062,219
Less: Cost of sales	31	(8,085,316,362)	(5,885,036,266)
Sales tax and surcharges		(74,161,622)	(60,212,520)
Profit from principal operating activities		1,252,725,750	1,133,813,433
Add: Other operating profit/(loss)		15,649,180	(2,496,316)
Less: Selling expenses		(78,065,312)	(56,416,113)
Administrative expenses		(475,231,649)	(353,596,952)
Financial expenses		(130,935,613)	(178,932,131)
Operating profit		584,142,356	542,371,921
Add: Investment income	36	669,937	2,675,648
Subsidies income		2,927,383	—
Non-operating income		8,592,156	3,346,923
Less: Non-operating expenses		(304,831,434)	(354,865,219)
Profit before tax		291,500,398	193,529,273
Less: Tax		(87,982,011)	(20,522,914)
Net profit		203,518,387	173,006,359
Add: Retained profits at beginning of year		176,847,899	188,421,233
Less: Staff housing subsidies charged to retained profits	40	(84,567,947)	(20,872,421)
Loss from sales of staff quarters charged to opening retained profits	14	(105,600,289)	—
Profit available for distribution		190,198,050	340,555,171
Less: Transfers to statutory surplus reserve	29	(20,351,839)	(17,300,636)
Transfers to statutory public welfare fund	29	(20,351,839)	(17,300,636)
Profit available for distribution to shareholders		149,494,372	305,953,899
Less: Ordinary shares dividend payable	41	(129,106,000)	(129,106,000)
Retained profits at end of year		20,388,372	176,847,899

The attached notes are components of the Audited Financial Statements.

Authorised Company Representative:
Gu Zhanggen
15 April 2002

Chief Accountant:
Su Jiangang
15 April 2002

Head of Accounting Department:
Guang Yagang
15 April 2002