

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December, 2001

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

	Notes	2001	2000
Turnover			
Oil and gas sales	4, 28	17,560,788	18,819,323
Marketing revenues	5	2,537,032	5,126,015
Other income		721,737	278,580
Total revenues		20,819,557	24,223,918
Expenses			
Operating expenses	28	(2,329,130)	(2,124,078)
Production taxes	10	(883,768)	(1,036,729)
Exploration costs	28	(1,039,297)	(552,869)
Depreciation, depletion and amortisation		(2,566,920)	(2,577,882)
Dismantlement and site restoration allowance	23	(90,367)	(103,569)
Impairment losses related to property, plant and equipment	13	(99,675)	–
Crude oil and product purchases	5	(2,453,312)	(5,097,765)
Selling and administrative expenses	8, 28	(615,389)	(456,002)
Other		(517,876)	(217,599)
Total expenses		(10,595,734)	(12,166,493)
Profit from operating activities		10,223,823	12,057,425
Interest income	28	317,706	236,624
Interest expense	9, 28	(116,634)	(475,004)
Exchange gain, net		235,409	381,336
Investment income	16	220,650	–
Share of profit of an associated company	15	89,963	218,326
Non-operating income (loss), net		34,941	(196,031)
Profit before taxation	6	11,005,858	12,222,676
Provision for taxation	10	(3,048,227)	(1,926,076)
Net profit		7,957,631	10,296,600
Dividends	11	871,194	6,426,424
Earnings per share			
– basic	12	RMB1.00	RMB1.63
– diluted	12	RMB1.00	RMB1.63
Dividend per share	11	RMB0.11	RMB0.98

The accompanying notes are an integral part of these financial statements.