



II. BASIC COMPANY INFORMATION

1. COMPANY PROFILE

Legal name of the Company (in Chinese)	:	東北輸變電機械制造股份有限公司	
(in English)	:	Northeast Electrical Transmission & Transformation Machinery Manufacturing Company Limited	
Abbreviation	:	NEMM	
Place of Shares Listing	:	A Shares: H Shares: The Shenzhen Stock Exchange; Stock abbreviation: ST 東北電 Stock code: 000585	H Shares: The Stock Exchange of Hong Kong Limited Stock abbreviation: Northeast Transmission Stock code: 0042
Registered address	:	No. 18, Bei Er Zhong Road, Tiexi District, Shenyang, Liaoning Province, the PRC	
Office address	:	No. 189, Taiyuan South Street, Heping District, Shenyang, Liaoning Province, the PRC (Postal Code: 110001)	
E-mail address	:	nemm585@sina.com	
Legal representative of the Company	:	Mr. Shi Yanping	
Company secretary	:	Mr. Luo Hong	
Contact address	:	No. 189, Taiyuan South Street, Heping District, Shenyang, Liaoning Province, the PRC (Postal Code: 110001)	
Telephone	:	(86)24-23527080	
Fax	:	(86)24-23527081	
E-mail address	:	nemm585@sina.com	
Newspapers for information disclosure	:		
In the PRC	:	China Securities Journal, Securities Times	
In Hong Kong	:	Hong Kong Economic Times (Chinese) The Standard (English)	
Website publishing the interim report designated by China Securities Regulatory Commission	:	www.cninfo.com.cn	
Address for inspection of interim report	:	Board of Directors Office	

2. FINANCIAL DATA AND INDICATORS

Table 1: (Unit: RMB)

Indicator Items	Jan-June 2002	Jan-June 2001
Net profits	37,938,962	-105,669,418
Net profits after extraordinary items	-10,146,236	-107,012,794
Return on net assets (%)	7.52	-10.36
Earnings per share	0.04	-0.12
Earnings per share after extraordinary items	-0.01	-0.12
Net cash flow from operating activities per share	-0.12	0.117

Note: Extraordinary items deducted were net profits amounting to RMB48,085,198, comprising of:

Investment revenues	RMB47,462,655;
Tax return	RMB480,016;
Non-operating income	RMB1,883,448;
Non-operating expense	RMB-1,740,921;

In the first half of the year, net profits of the company amounted to RMB37.939 million. After deducting loss from operations of Shenyang Transformers Ltd. (“Shenyang Transformers”) from January to May of 2002 and gain from transferring the equity of Shenyang Transformers with a total of RMB37.613 million, the Company and its subsidiaries recorded net profits of RMB326,000. Since Shenyang Transformers was disposed of at the end of May, gain and loss of Shenyang Transformers are not going have any effect on operating results of the Company for the second half of the year and for the future.

Table 2: (Unit: RMB)

Indicator Items	30 June 2002	31 December 2001	
		Before adjustment	After adjustment
Shareholders' funds (excluding minority interest)	504,354,477	333,137,780	318,300,235
Net assets per share	0.58	0.38	0.36
Adjusted net assets per share	0.53	0.34	0.32



On 30 June 2002, according to statutory financial report, net profits and net assets for the current period were RMB37,939,000 and RMB504,354,000 respectively. Major adjustments on net profits and net assets prepared in accordance with accounting principles generally accepted in Hong Kong were as follows:

	Jan-June 2002	30 June 2002
	Net profits	Net assets
	<i>RMB</i>	<i>RMB</i>
Amount per financial statement prepared in accordance with the PRC accounting principles	37,938,962.01	504,354,477.07
Adjustment under the Hong Kong accounting principles:		
Gain from disposal of interest in subsidiaries	(6,300,000.00)	—
Partial forfeiture of a syndicated loan	148,115,279.70	—
Welfare fund payable	5,862,800.58	11,848,128.78
Amount per financial statement prepared in accordance with the HK accounting principles	185,617,042.29	516,202,605.85