

## INCOME STATEMENT

### Appendix 1

Interim report prepared in accordance with the PRC accounting standards

Unit:RMB

ITEM	Note	2002.1-6		2001.1-6	
		Holding Company	Group	Holding Company	Group
<b>Sales</b>		2,082,985,629.95	2,145,987,690.77	1,794,545,972.05	-
Less: sales allowance and discounts					-
<b>Net Sales</b>		2,082,985,629.95	2,145,987,690.77	1,794,545,972.05	-
Less: Cost of sales		1,441,389,839.14	1,494,340,564.60	1,323,428,387.82	-
Sales Taxes		52,045,151.33	54,124,219.33	43,623,870.97	-
<b>Gross profit</b>		589,550,639.48	597,522,906.84	427,493,713.26	-
Add: Other operating income	6.29	19,866,467.44	17,453,397.68	20,979,386.13	-
Non-monetary transaction					-
Sales expense					-
General and administration expense		90,374,747.27	91,247,348.59	77,875,708.52	-
Financial expenses	6.30	93,195,690.90	93,058,044.84	75,443,165.82	-
<b>Operating Profit</b>		425,846,668.75	430,670,911.09	295,154,225.05	-
Add: Income on investment	6.31	-119,654,518.96	-123,705,027.84	-47,211,876.25	-
Subsidies			744,500.00		-
Non-operating income	6.32	100,552.00	100,552.00	3,995,447.02	-
Less: Non-operating expense	6.33	821,855.16	824,355.16	123,697.45	-
<b>Total Profit</b>		305,470,846.63	306,986,580.09	251,814,098.37	-
Less: Income tax		56,037,009.81	56,528,353.87	44,904,780.39	-
Less: Minority interest			216,036.37		-
<b>Net Profit</b>		249,433,836.82	250,242,189.85	206,909,317.98	-

## INCOME STATEMENT (continue)

ITEM	Note	2002.1-6		2001.1-6	
		Holding Company	Group	Holding Company	Group
Add: retained earnings carry forward from last year		398,432,178.07	397,765,020.31	266,354,354.90	—
					—
Distributable profit		647,866,014.89	648,007,210.16	473,263,672.88	—
Deduct: transfer to statutory surplus reserve		—	—	—	—
transfer to statutory public welfare reserve		—	—	—	—
Staff welfare		—	—	—	—
Distributable profit to shareholders		647,866,014.89	648,007,210.16	473,263,672.88	—
Deduct: dividends to preferred stock shareholders		—	—	—	—
other general reserves		—	—	—	—
dividends to common stock shareholders		—	—	—	—
Retained earnings at the end of accounting period		647,866,014.89	648,007,210.16	473,263,672.88	—