

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the six months ended June 30, 2002

		Unaudited Consolidated 2002 RMB'000	(Note 1 (b)) Audited Combined 2001 RMB'000
Turnover	2	7,994,753	7,906,287
Cost of goods sold	2	6,323,525	5,534,989
Gross profit		1,671,228	2,371,298
Other revenues	2	250,885	311,782
Expenses related to other revenues	3	235,738	292,144
Other revenues, net		15,147	19,638
Selling and distribution expenses	4	248,551	139,749
General and administrative expenses	5	329,594	417,534
Research and development expenses		38,181	70,867
Other expenses/(income), net	6	18,919	(27,131)
Operating profit		1,051,130	1,789,917
Finance costs		272,290	279,025
Operating profit after finance costs		778,840	1,510,892
Share of (loss)/profit of a jointly controlled entity		(168)	1,324
Profit before income taxes		778,672	1,512,216
Income taxes	9	187,681	472,069
Profit after income taxes		590,991	1,040,147
Minority interests		18,641	45,752
Profit for the period		572,350	994,395
Appropriations			
Profit distribution to owner		N/A	4,722
Dividend		—	N/A
Basic earnings per share	11	RMB 0.05 Yuan	RMB 0.12 Yuan