

## Consolidated Income Statement

Year ended 31 December 2002

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

	Notes	2002	2001
<b>REVENUE</b>			
Oil and gas sales	8, 30	<b>23,779,294</b>	17,560,788
Marketing revenues	9	<b>2,377,469</b>	2,537,032
Other income		<b>217,052</b>	721,737
		<b>26,373,815</b>	20,819,557
<b>EXPENSES</b>			
Operating expenses		<b>(3,775,334)</b>	(2,329,130)
Production taxes		<b>(1,023,049)</b>	(883,768)
Exploration expenses		<b>(1,318,323)</b>	(1,039,297)
Depreciation, depletion and amortisation	10	<b>(4,019,532)</b>	(2,566,920)
Dismantlement	31	<b>(126,139)</b>	(90,367)
Impairment losses related to property, plant and equipment	19	<b>-</b>	(99,675)
Crude oil and product purchases	9	<b>(2,326,338)</b>	(2,453,312)
Selling and administrative expenses	11	<b>(1,006,540)</b>	(615,389)
Other		<b>(30,866)</b>	(517,876)
		<b>(13,626,121)</b>	(10,595,734)
<b>PROFIT FROM OPERATING ACTIVITIES</b>			
		<b>12,747,694</b>	10,223,823
Interest income	10	<b>147,870</b>	317,706
Interest expenses	12	<b>(294,792)</b>	(116,634)
Exchange (loss)/gain, net		<b>(113,814)</b>	235,409
Investment income	10	<b>193,277</b>	220,650
Share of profit of an associate		<b>165,387</b>	89,963
Non-operating (loss)/income, net		<b>(71,379)</b>	34,941
<b>PROFIT BEFORE TAX</b>			
		<b>12,774,243</b>	11,005,858
Tax	15	<b>(3,541,416)</b>	(3,048,227)
<b>NET PROFIT</b>			
	16	<b>9,232,827</b>	7,957,631
<b>DIVIDENDS</b>			
Final	17	<b>1,306,740</b>	-
Interim	17	<b>958,314</b>	871,194
		<b>2,265,054</b>	871,194
<b>EARNINGS PER SHARE</b>			
Basic	18	<b>RMB1.12</b>	RMB1.00
Diluted	18	<b>RMB1.12</b>	RMB1.00
<b>DIVIDEND PER SHARE</b>			
Final	17	<b>RMB0.16</b>	N/A
Interim	17	<b>RMB0.12</b>	RMB0.11