

STATEMENT OF INCOME AND PROFITS APPROPRIATION (UNDER PRC GAAP)

For the year ended December 31, 2002

	NOTES	The Group December 31,		The Company December 31,	
		2002 RMB	2001 RMB (Restated)	2002 RMB	2001 RMB (Restated)
Revenue from major operations	34	8,055,258,906	6,469,352,955	8,055,258,906	6,469,352,955
Less: Cost of major operations	35	3,593,511,138	3,016,717,921	3,599,065,977	3,016,717,921
Sales taxes and surcharges	36	140,473,141	99,704,041	140,473,141	99,704,041
Profit from major operations		4,321,274,627	3,352,930,993	4,315,719,788	3,352,930,993
Add: Profit from other operations	37	30,153,221	26,483,329	23,403,996	26,483,329
Less: Operating expenses	38	1,647,447,268	1,551,609,369	1,643,682,040	1,551,609,369
Administrative expenses		1,134,279,470	665,965,451	1,133,135,406	665,965,451
Financial expenses	39	49,561,176	(34,833,265)	49,580,917	(34,833,265)
Operating profit		1,520,139,934	1,196,672,767	1,512,725,421	1,196,672,767
Add: Investment income	40/51(2)	3,687,968	-	7,059,098	-
Subsidy income	41	20,156,972	-	20,156,972	-
Non-operating income	42	8,573,766	7,880,206	8,573,766	7,880,206
Less: Non-operating expenses	43	21,844,181	16,812,063	21,833,000	16,812,063
Total profits		1,530,714,459	1,187,740,910	1,526,682,257	1,187,740,910
Less: Income taxes	44	524,534,221	391,487,645	523,566,759	391,487,645
Minority interest		3,064,740	-	-	-
Net profit		1,003,115,498	796,253,265	1,003,115,498	796,253,265
Add: Unappropriated profits at the beginning of the year	33	1,197,704,033	807,888,757	1,197,704,033	807,888,757
Profits available for appropriation		2,200,819,531	1,604,142,022	2,200,819,531	1,604,142,022
Less: Appropriations to statutory common reserve fund	33	100,393,485	79,625,327	100,311,550	79,625,327
Appropriations to statutory common welfare fund	33	50,237,710	39,812,662	50,155,775	39,812,662
Profits available for appropriation to shareholders		2,050,188,336	1,484,704,033	2,050,352,206	1,484,704,033
Less: Ordinary share dividend	33	298,480,000	287,000,000	298,480,000	287,000,000
Unappropriated profits at the end of the year		<u>1,751,708,336</u>	<u>1,197,704,033</u>	<u>1,751,872,206</u>	<u>1,197,704,033</u>
SUPPLEMENTAL INFORMATION:					
Effect on changes in accounting treatment of Wei Jian Fei					
- Decrease in total profits	2	230,609,946	204,134,184	230,609,946	204,134,184
- Increase in capital reserves	2	230,609,946	204,134,184	230,609,946	204,134,184

Notes are an integral part of the financial statements.

Company: Yanzhou Coal Mining Company Limited

Legal representative

Mo Li Qi

The person in charge of
accountancy work

Wu Yu Xiang

The person in charge of
the accounting department

Zhang Bao Cai