

## Consolidated Profit and Loss Account

For the year ended December 31, 2002

(Amounts in thousands except for per share data)

	Notes	2002 RMB	2001 RMB
<b>Turnover</b>	3, 30	<b>13,138,387</b>	12,518,532
Cost of sales		<u>(12,518,955)</u>	<u>(12,541,889)</u>
<b>Gross profit/(loss)</b>		<b>619,432</b>	(23,357)
Distribution costs		(34,933)	(62,198)
Administrative expenses		(797,434)	(1,216,263)
Shut down of manufacturing assets	6	(283,418)	–
Other operating expenses		<u>(9,683)</u>	<u>(6,662)</u>
<b>Operating loss</b>		<b>(506,036)</b>	(1,308,480)
Interest expense	7	(474,370)	(598,882)
Interest income		1,364	3,431
Exchange loss		(48,725)	(17,582)
Exchange gain		7,675	67,043
Share of (loss)/profit of jointly controlled entities		(7,671)	40,595
Share of profit/(loss) of an associated company		<u>125</u>	<u>(1,259)</u>
<b>Loss before taxation</b>	4	<b>(1,027,638)</b>	(1,815,134)
Taxation	9	<u>(1,116)</u>	<u>(821)</u>
<b>Loss before minority interests</b>		<b>(1,028,754)</b>	(1,815,955)
Minority interests		<u>5,655</u>	<u>(1,414)</u>
<b>Loss attributable to shareholders</b>	10	<b><u>(1,023,099)</u></b>	<b><u>(1,817,369)</u></b>
<b>Basic and diluted loss per share</b>	11	<b><u>(Rmb0.29)</u></b>	<b><u>(Rmb0.51)</u></b>
<b>Dividend</b>	12	<u>–</u>	<u>–</u>

The accompanying notes are an integral part of these financial statements.