

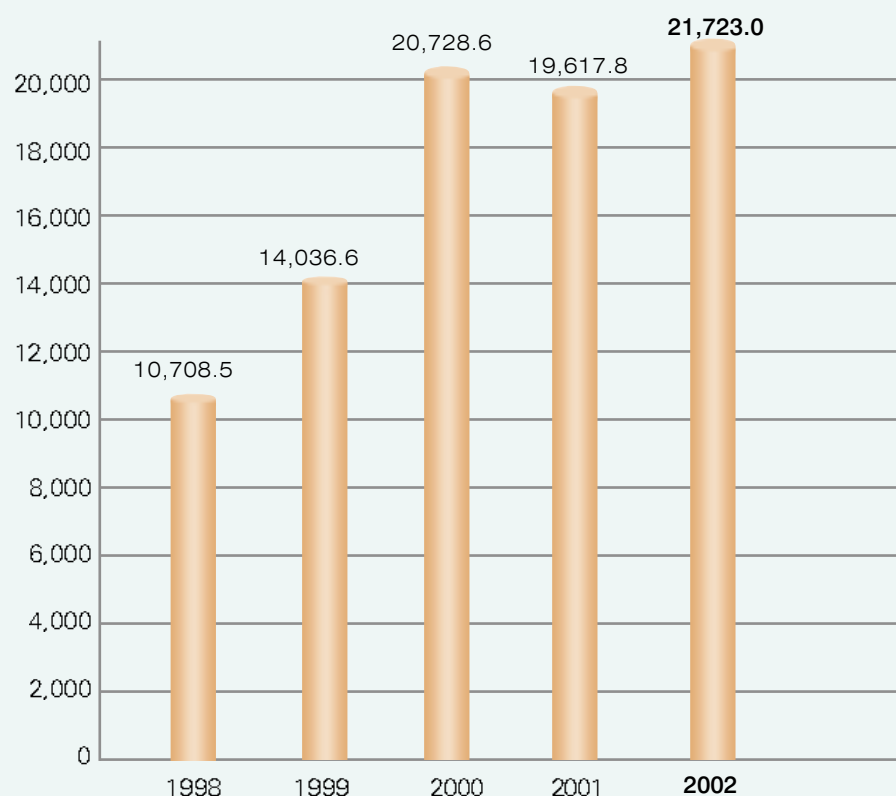
Financial Highlights

(Prepared under International Financial Reporting Standards)

Expressed in RMB millions	1998	1999	2000	2001	2002
Year ended 31 December:					
Net sales	10,708.5	14,036.6	20,728.6	19,617.8	21,723.0
Profit before tax	252.8	720.8	1,080.6	145.8	1,045.0
Profit after tax	194.0	624.7	879.8	144.6	960.5
Profit attributable to shareholders	237.1	605.7	856.5	116.0	916.4
Earnings per share	RMB0.033	RMB0.084	RMB 0.119	RMB0.016	RMB0.127
At 31 December:					
Shareholders' equity	12,615.4	13,005.1	13,501.6	13,063.8	13,980.2
Total assets	22,248.7	21,947.2	21,701.3	24,325.6	26,085.9
Total liabilities	9,595.7	9,035.1	7,919.4	10,904.0	11,739.0

Net sales

(RMB millions)



Financial Highlights

(Prepared under PRC Accounting Rules and Regulations)

1. Major business data for the year 2002

Items	RMB'000
Profit from principal operations	2,979,862
Other operating income	74,082
Operating profit	1,096,517
Investment income	58,368
Non-operating expenses, net	(118,647)
Total profit	1,036,238
Net profit	908,965
Net profit before non-operating profits/losses	1,009,815
Net cash flows from operating activities	2,322,574
Net Increase in cash and cash equivalents	213,853

Net profit before non-operating profits/losses reflects net profit of RMB908,965,000 adjusted for non-operating income of RMB22,740,000 and non-operating expenses of RMB141,387,000, and an adjustment of RMB17,797,000 of reduction in taxation for the above items.

2. Financial Indicators

Financial Indicator	For the years ended 31 December		
	2002	2001	2000
(1) Income from principal operations (RMB'000)	22,322,896	20,197,396	21,277,268
(2) Net profit (RMB'000)	908,965	71,604	903,932
(3) Earnings per share (RMB)	0.126	0.010	0.126
(4) Fully diluted return on net assets (%)	6.44	0.53	6.54
(5) Weighted average return on net assets (%)	6.56	0.53	6.75
(6) Net cash flow per share from operating activities (RMB)	0.323	0.394	0.409



Financial Highlights (continued)

(Prepared under PRC Accounting Rules and Regulations)

2. Financial Indicators (continued)

Financial Indicator	2002	As at 31 December	
		2001	2000
(7) Total assets (RMB'000)	26,562,285	24,770,182	22,099,657
(8) Shareholders' equity (RMB'000)	14,121,460	13,572,495	13,817,038
(9) Net asset value per share (RMB)	1.961	1.885	1.919
(10) Adjusted net asset value per share (RMB)	1.946	1.867	1.855

Note:

- a. The above indicators were derived from the data included in the audited accounts for 2000, 2001 and 2002. The total number of shares in issue as at 31 December 2000, 2001 and 2002 was 7,200,000,000.

3. Changes in Shareholders' Equity

Description	Share Capital	Capital Reserve	Surplus Reserve	(Of which:		Total
				Statutory Public Welfare Fund)	Retained Earnings	
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At beginning of the year	7,200,000	2,856,278	2,942,936	749,122	573,281	13,572,495
Increase during the year	-	-	181,794	90,897	908,965	1,090,759
Decrease during the year	-	-	-	-	(541,794)	(541,794)
At end of the year	7,200,000	2,856,278	3,124,730	840,019	940,452	14,121,460

Note:

- (i) The statutory public welfare fund is included in the surplus reserve.
- (ii) In 2002, the Company recorded a consolidated net profit of RMB908,965,000, out of which RMB90,897,000 each was transferred to each of the statutory surplus reserve and statutory public welfare fund, respectively.
- (iii) A final dividend of RMB0.05 per share totalling RMB360,000,000 was proposed for the year 2002.



4. Return on net assets and earnings per share prepared in compliance with the “Regulation on the preparation of information disclosures by companies publicly issuing securities, No. 9” issued by the China Securities Regulatory Commission:

Profit for the reporting period	Return on net assets		Earnings per share	
	Fully diluted (%)	Weighted average (%)	Fully diluted RMB	Weighted average RMB
Profit from principal operations	21.10	21.52	0.414	0.414
Operating profit	7.76	7.92	0.152	0.152
Net profit	6.44	6.56	0.126	0.126
Net profit before non-operating profits/losses	7.15	7.29	0.140	0.140

Fully diluted return on net assets = profit for the reporting period/net assets at the end of the period × 100%

Weighted average return on net assets = profit for the reporting period/((net assets at the beginning of the period + net assets at the end of the period)/2) × 100%

Fully diluted earnings per share = profit for the reporting period/number of shares issued at the end of the period

Weighted average earnings per share = profit for the reporting period/((number of shares issued at the beginning of the period + number of shares issued at the end of the period)/2)

5. Consolidated statement of provisions of assets

Year ended 31 December 2002

	As at 1 January 2002 RMB'000	Increase for the year RMB'000	Write-off for the year RMB'000	As at 31 December 2002 RMB'000
(1) Total provision for bad debts	37,479	36,556	(7,454)	66,581
of which: Trade debtors	33,752	17,041	(7,454)	43,339
Other debtors	3,727	19,515	-	23,242
(2) Total provision for diminution in inventories	23,311	9,814	(6,453)	26,672
of which: Finished goods	8,612	4,668	(4,232)	9,048
Spare parts and consumables	14,699	5,146	(2,221)	17,624
(3) Total provision for impairment losses				
of long-term investments	4,768	8,998	(4,108)	9,658
of which: Long-term equity investments	4,768	8,998	(4,108)	9,658

Financial Highlights (continued)

(Prepared under PRC Accounting Rules and Regulations)

6. Changes in the financial statements of the Group

(Details of reporting items with annual changes of 30% or more, and occupying 5% or more of total assets for the reporting periods or 10% or more of net profits reported of the Company, together with reasons for the change)

Item	As at 31 December 2002 RMB'000	As at 31 December 2001 RMB'000	Change %	Reason for change
Fixed assets net book value	16,864,281	12,692,363	33%	Capital expenditure on phase IV and other projects completed and put into operation in 2002
Long-term loan	4,590,891	3,463,747	33%	Details in Management's Discussion and Analysis

Item	Year ended 31 December 2002 RMB'000	Year ended 31 December 2001 RMB'000	Change %	Reason for change
Profit from principal operations	2,979,862	1,776,146	68%	Details see Management's Discussion and Analysis
Financial expenses	(407,403)	(280,046)	45%	Details see Management's Discussion and Analysis
Income from operations	1,096,517	238,397	360%	Details see Management's Discussion and Analysis

7. For differences between financial statements prepared under International Financial Reporting Standards ("IFRS") and PRC Accounting Rules and Regulations, please refer to Section C of these financial statements.

