

## A. Financial Statements Prepared Under International Financial Reporting Standards

### Consolidated Income Statement

*For the year ended 31 December 2002  
(Prepared under International Financial Reporting Standards)  
(Amounts in thousands except per share data)*

	Note	2002 RMB'000	2001 RMB'000
<b>Turnover</b>	2	<b>22,322,896</b>	20,197,396
<b>Less: Business taxes and surcharges</b>		<b>(599,927)</b>	(579,630)
<b>Net sales</b>		<b>21,722,969</b>	19,617,766
<b>Cost of sales</b>		<b>(19,853,928)</b>	(18,803,044)
<b>Gross profit</b>		<b>1,869,041</b>	814,722
<b>Selling and administrative expenses</b>		<b>(421,208)</b>	(363,218)
<b>Other operating income</b>	3	<b>136,631</b>	160,022
<b>Other operating expenses</b>			
Employee reduction expenses		-	(171,033)
Others		<b>(154,835)</b>	(46,308)
<b>Total other operating expenses</b>	4	<b>(154,835)</b>	(217,341)
<b>Profit from operations</b>		<b>1,429,629</b>	394,185
<b>Share of profits/(losses) of associates</b>		<b>16,065</b>	(20,630)
<b>Net financing costs</b>	6	<b>(400,656)</b>	(227,758)
<b>Profit before tax</b>	7	<b>1,045,038</b>	145,797
<b>Taxation</b>	9(a)	<b>(84,494)</b>	(1,156)
<b>Profit after tax</b>		<b>960,544</b>	144,641
<b>Minority interests</b>		<b>(44,179)</b>	(28,592)
<b>Profit attributable to shareholders</b>		<b>916,365</b>	116,049
<b>Basic earnings per share</b>	11	<b>RMB0.127</b>	RMB0.016
<b>Dividend attributable to the year</b>	10	<b>360,000</b>	-

The notes on pages 69 to 106 form part of these financial statements.