

The financial statements of the interim report of the Company have not been audited.

1. BASIC COMPANY INFORMATION

1.1 BASIC INFORMATION

Stock name	ST Northeast Electric	東北電氣
Stock code	000585(A share)	0042 (H share)
Place of listing	Shenzhen Stock Exchange	The Stock Exchange of Hong Kong Limited
Legal representative	Luo Hong	
Company Secretary	Zhu Xinguang (acting)	
Tel	24-23527080	
Fax	24-23527081	
Address	14 F, Kingdom Hotel, No. 189 Taiyuan South Street, Heping District, Shenyang, Liaoning Province, the PRC	
Postcode	110001	
Website	www.nee.com.cn	
E-mail	nee@nee.com.cn, nemm 585@sina.com	

1.2 FINANCIAL DATA AND INDICATORS

1.2.1 Consolidated profit and loss account and consolidated balance sheet prepared in accordance with Hong Kong accounting standards

Consolidated profit and loss accounts

	For the reporting period (Jan-June)	<i>Unit: RMB'000</i> For the same period last year
Turnover	340,182	581,368
Profit before taxation	7,673	192,394
Taxation	(2,929)	(4,542)
Profit after taxation	4,744	187,852
Minority interests	(1,038)	(2,234)
Profit attributable to shareholders	3,706	185,618

Consolidated balance sheet

	At the end of the reporting period	<i>Unit: RMB'000</i> At the end of last year
Total assets	1,950,426	1,912,726
Total liabilities	1,405,324	1,371,506
Net assets	539,734	536,028



1.2.2 Major accounting data and financial indices prepared in accordance with PRC accounting standards and regulations

	At the end of the reporting period	At the end of last year	Unit: RMB Change over the beginning of the year (%)
Current assets	1,059,387,029	1,008,334,158	5.06
Current liabilities	1,233,673,269	1,189,545,943	3.71
Total assets	1,950,426,471	1,912,003,964	2.01
Shareholders' funds (excluding minority interests)	539,573,528	535,417,927	0.78
Net assets per share	0.62	0.61	1.64
Adjusted net assets per share	0.59	0.59	—

	For the reporting period (Jan-June)	For the same period last year	Change over the same period last year (%)
Net profit	4,155,601	37,938,962	(89)
Net profit after extraordinary items	3,649,748	(10,179,261)	—
Earnings per share	0.005	0.04	(89)
Return on net assets (%)	0.77	7.52	(89)
Net cash flow from operating activities	(31,064,270)	(106,981,504)	71

1.2.3 Extraordinary item

Extraordinary item	Unit: RMB Amount
Net non-operating income and expenses	505,853
Total	505,853

1.2.4 Differences between PRC accounting principles and Hong Kong accounting standards

	PRC accounting principles	<i>Unit: RMB</i> Hong Kong accounting principles
Net profit	4,155,601	3,706,320
Description of the differences		Jan-June 2003 Net profit
Amount per financial statement prepared in according with PRC accounting principles		4,155,601
Adjustment under the Hong Kong accounting principles:		
Welfare fund payable		(449,281)
Amount per financial statement prepared in accordance with the Hong Kong accounting principles		3,706,320