

Income Statements and Profit Appropriation Statements *(unaudited)*

	Note	Six-month periods ended 30 June			
		The Group		The Company	
		2003	2002	2003	2002
		RMB'000	RMB'000	RMB'000	RMB'000
Income from principal operations	25	14,139,070	9,523,023	13,333,646	8,613,295
Less: Cost of sales		12,393,952	8,063,143	11,812,956	7,388,049
Business taxes and surcharges	26	274,512	275,118	261,325	262,893
Profit from principal operations		1,470,606	1,184,762	1,259,365	962,353
Add: Profit from other operations		42,458	58,733	37,571	34,438
Less: Selling expenses		228,624	200,368	166,060	141,836
Administrative expenses		476,195	569,836	392,151	477,011
Financial expenses	27	209,341	177,843	195,974	150,098
Profit from operations		598,904	295,448	542,751	227,846
Add: Investment (losses) / income	28	(1,178)	18,454	33,120	55,486
Non-operating income		9,264	5,270	383	1,161
Less: Non-operating expenses	29	22,423	51,625	21,163	49,675
Total profit		584,567	267,547	555,091	234,818
Less: Income tax	15(a)	99,512	46,657	83,411	31,449
Profit after taxation		485,055	220,890	471,680	203,369
Minority interests		13,375	17,521	-	-
Net profit		471,680	203,369	471,680	203,369
Undistributed profits at the beginning of the period		940,452	573,281	940,452	573,281
Distributable profits to shareholders		1,412,132	776,650	1,412,132	776,650

The notes on pages 38 to 78 form part of these unaudited financial statements.