

Summary of Accounting and Business Data

China Eastern Airlines Corporation Limited

(Prepared in accordance with PRC Accounting Regulations)

Operating Results (Year Ended 31 December 2003)

	RMB millions
Total profit	(410.12)
Income from Main Operation	1,927.07
Income from Other Operation	409.83
Income from Investments	43.80
Net Income outside Business	94.46

Major Accounting Data & Financial Indicators (Expressed in RMB Million)

	2003	2002 (before adjustment)	2002 (after adjustment)	2001 (before adjustment)	2001 (after adjustment)
1. Revenue from Main Operations	13,999.06	13,390.65	13,390.65	12,839.34	12,839.34
2. Net (Loss)/Profit	(825.97)	124.26	124.26	132.92	97.00
3. Total Assets	36,687.48	31,426.20	31,610.13	27,355.23	27,393.46
4. Shareholders Equity	5,226.91	6,284.07	6,381.41	6,241.37	6,256.66
5. (Loss)/Earning per Share (RMB)	(0.1697)	0.0255	0.0255	0.0273	0.0199
6. (Loss)/Earning per Share after deduction of extraordinary profit and loss (RMB)	(0.2069)	0.0138	0.0155	0.0302	0.0228
7. Net Assets per Share (RMB)	1.074	1.291	1.311	1.282	1.286
8. Return on Net Assets (%)	(15.80)	1.98	1.95	2.13	1.55
9. Net Assets per Share after adjustments (RMB)	1.0001	1.2303	1.2503	1.2082	1.2113
10. Net Amount of Cash Flow per Share Created by Business Operation (RMB)	0.83	0.73	0.73	0.66	0.66

* Non-frequented gains and losses

Items	Year 2003	Year 2002
Gain on short-term investment	18,872,894.67	417,048.39
Subsidy income	75,135,348.95	46,588,500.00
Gains on disposal of fixed assets	1,113,033.44	24,141,029.50
Revenue of Sales in Advance of Carriage excesses settlement period	98,966,740.57	-
Other Operating Revenue	4,424,966.51	2,125,010.23
Less: Losses on disposal of fixed assets	8,832,544.21	16,455,434.21
Other Non-operating Expense	8,495,601.45	8,041,296.24
Total	181,184,838.48	48,774,857.67

(Prepared in accordance with PRC Accounting Regulations)

Notes:

- The major accounting data and financial indicators in 2001 and 2002 are adjusted pursuant to the same accounting policies in 2003.
- Calculation of Major Financial Indicators:

(Loss)/Earning per Share = Net Profit ÷ Total Number of Ordinary Shares at the end of year

Net Assets per Share = Shareholders' Equity at the end of year ÷ Total number of Ordinary Shares at the end of year

Net Assets per Share after Adjustments = [Shareholders' Equity at the end of year – Accounts Receivable aged more than 3 years – Deferred & Prepaid Expenses – Net Loss on Assets (current and fixed) to be disposed of – Pre-operating expenses – Long-term Deferred & Prepaid Expenses – Negative Balance of housing fund] ÷ Total Number of Ordinary Shares at the end of year

Net Amount of Cash Flow per Share Created by Business Operation = Net Amount of cash flow created by Business Operation ÷ Total Number of Ordinary Shares at the end of year

Return on Net Assets = Net (Loss)/Profit ÷ Shareholders' Equity at the end of year 100%

Changes in Shareholders' Equity (Expressed in RMB million, except share capital)

	Share Capital (unit 10,000)	Capital Reserve	Surplus Reserve	Statutory Common Welfare Fund	Retained Profits	Shareholders' Equity Total
Beginning Balance	486,695.00	1,257.11	59.19	29.51	198.16	6,381.40
Increase, Current	–	40.96	59.62	29.39	0.00	100.58
Decrease, Current	–	150.98	–	–	1,104.09	1,255.07
Ending Balance	486,695.00	1,147.09	118.81	58.90	(905.93)	5,226.91

The current increase of capital reserve resulted from the acceptance of cash donation and transfer of amount payable without definite creditor.

The current increase of surplus reserve is appropriated by its subsidiary according to after-tax profit.

The decrease of undistributed profit is due to the loss in this year and appropriation of surplus reserve by subsidiary.

