

## Financial Highlights

Financial information of the Group for the year ended December 31, 2003 prepared in accordance with PRC GAAP is set out below:

	<i>RMB thousands</i>
Profit before tax	422,510
Net profit	423,995
Net profit before non-operating loss ( <i>Note</i> )	449,741
Profit from principal operations	1,589,694
Loss from other operations	(53,965)
Operating profit	477,883
Loss from investment	(4,337)
Subsidy income	502
Net non-operating expense	(51,538)
Net cash inflow from operations	4,006,210
Net increase from cash and cash equivalents	2,694

*Note:* Non-operating loss under PRC GAAP was approximately RMB25.75 million, of which net loss from disposal of fixed assets was RMB26.38 million, loss on non-seasonal shutdown was RMB13.78 million, reversal of assets impairment provision was RMB12.87 million, subsidy income was RMB0.50 million and other income was RMB1.04 million.

### PREPARED IN ACCORDANCE WITH IFRS

#### Items

*RMB thousands except for per share data*

	2003	2002	2001	2000	1999
For the year ended December 31					
Turnover	<b>20,652,809</b>	13,138,387	12,518,532	13,396,247	10,554,892
Profit/(Loss) before tax	<b>426,123</b>	(1,027,638)	(1,815,134)	(877,343)	227,430
Net profit/(loss)	<b>427,609</b>	(1,023,099)	(1,817,369)	(835,990)	148,800
Earnings/(Loss) per share	<b>RMB0.12</b>	(RMB0.29)	(RMB0.51)	(RMB0.24)	RMB0.04
As at December 31					
Total assets	<b>12,665,589</b>	13,665,141	13,829,838	17,973,843	16,053,758
Shareholders' equity	<b>2,510,556</b>	2,082,947	3,106,046	5,873,895	6,199,476
Net assets per share	<b>RMB0.70</b>	RMB0.58	RMB0.87	RMB1.65	RMB1.82

PREPARED IN ACCORDANCE WITH PRC GAAP

**Items**

RMB thousands except for per share data

For the year ended December 31

	2003	2002	2001
Turnover from principal operations	<b>19,064,872</b>	12,319,139	11,914,082
Net profit/(loss)	<b>423,995</b>	(1,025,733)	(1,803,022)
Profit/(Loss) per share (fully diluted)	<b>RMB0.12</b>	(RMB0.29)	(RMB0.51)
Profit/(Loss) per share (weighted average)	<b>RMB0.12</b>	(RMB0.29)	(RMB0.51)
Net cash inflows from operating activities per share	<b>RMB1.12</b>	RMB0.52	RMB0.67
Return on net assets (fully diluted)	<b>12.93%</b>	(35.92%)	(46.45%)
Return on net assets (weighted average)	<b>13.82%</b>	(30.45%)	(37.69%)

As at December 31

Total assets	<b>13,434,898</b>	14,336,231	14,531,951
Shareholders' equity (excluding minority interests)	<b>3,279,864</b>	2,855,869	3,881,745
Net assets per share	<b>RMB0.92</b>	RMB0.80	RMB1.09
Adjusted net assets per share	<b>RMB0.86</b>	RMB0.76	RMB1.04

Notes:

1. The shares outstanding as at December 31, 2003, 2002 and 2001 were 3,561,078,000 shares, 3,561,078,000 shares, and 3,561,078,000 shares, respectively.
2. The weighted average number of shares for 2003, 2002 and 2001 was 3,561,078,000 shares, 3,561,078,000 shares, and 3,561,078,000 shares, respectively.

## Financial Highlights

### The Differences under IFRS and PRC GAAP

For the year ended December 31, 2003, the net profit as reported under PRC GAAP was approximately RMB424.0 million and the net profit as reported under IFRS was approximately RMB427.61 million. The significant differences between IFRS and PRC GAAP are set out in the 'Supplementary Information' section to this report.

### Return on net assets and profit per share prepared in accordance with No. 9 Regulations regarding the Preparation of Information Announcement for Public Listed Companies Issued by the China Securities Regulatory Commission:

	Return on net assets %		Profit per share (RMB)	
	Fully diluted	Weighted average	Fully diluted	Weighted average
<b>Profit for 2003</b>				
Profit from principal operations	48.47	51.82	0.4464	0.4464
Operating profit	14.57	15.58	0.1342	0.1342
Net profit	12.93	13.82	0.1191	0.1191
Net profit after non-operating loss	14.15	15.13	0.1304	0.1304

Notes:

The method of calculation of fully diluted and weighted average financial items prepared in accordance with PRC GAAP is as follows:

- Return on net assets (fully diluted) = net profit during the year ended December 31, 2003/net assets as at December 31, 2003 × 100%
- Return on net assets (weighted average) = net profit during the year ended December 31, 2003/(net assets as at January 1, 2003 + net assets as at December 31, 2003)/2 × 100%
- Profit per share (fully diluted) = net profit during the year ended December 31, 2003/shares outstanding as at December 31, 2003
- Profit per share (weighted average) = net profit during the year ended December 31, 2003/(shares outstanding as at January 1, 2003 + shares outstanding as at December 31, 2003)/2

### During the year ended December 31, 2003, changes in shareholders' equity of the Group under PRC GAAP were as follows:

Items	Share capital (RMB)	Capital surplus (RMB)	Statutory common welfare fund included		Accumulated losses (RMB)	Total shareholders' equity (RMB)
			Statutory common reserve fund (RMB)	in statutory common reserve fund (RMB)		
As at January 1, 2003	3,561,078,000	2,293,618,886	701,442,717	126,834,279	(3,700,270,377)	2,855,869,226
Increase during 2003	-	-	-	-	423,995,152	423,995,152
Decrease during 2003	-	-	-	-	-	-
As at December 31, 2003	<u>3,561,078,000</u>	<u>2,293,618,886</u>	<u>701,442,717</u>	<u>126,834,279</u>	<u>(3,276,275,225)</u>	<u>3,279,864,378</u>

The decrease in accumulated losses of RMB423,995,152 was attributable to the net profit generated during the year.