

## Consolidated Profit and Loss Account

For the year ended December 31, 2003  
(Amounts in thousands except for per share data)

	Notes	2003 RMB	2002 RMB
<b>Turnover</b>	3, 30	<b>20,652,809</b>	13,138,387
Cost of sales		<u>(19,125,842)</u>	<u>(12,518,955)</u>
<b>Gross profit</b>		<b>1,526,967</b>	619,432
Distribution costs		(29,338)	(34,933)
Administrative expenses		(574,051)	(797,434)
Shut down of manufacturing assets	6	–	(283,418)
Other operating expenses		<u>(28,260)</u>	<u>(9,683)</u>
<b>Operating profit/(loss)</b>	4	<b>895,318</b>	(506,036)
Interest expense	7	(429,782)	(474,370)
Interest income		1,531	1,364
Exchange loss		(37,153)	(48,725)
Exchange gain		546	7,675
Share of profit/(loss) of jointly controlled entities	15	9,664	(7,671)
Share of (loss)/profit of an associated company	16	<u>(14,001)</u>	<u>125</u>
<b>Profit/(Loss) before taxation</b>		<b>426,123</b>	(1,027,638)
Taxation	9	<u>(270)</u>	<u>(1,116)</u>
<b>Profit/(Loss) before minority interests</b>		<b>425,853</b>	(1,028,754)
Minority interests		<u>1,756</u>	<u>5,655</u>
<b>Profit/(Loss) attributable to shareholders</b>	10	<b>427,609</b>	(1,023,099)
<b>Basic and diluted profit/(loss) per share</b>	11	<b>RMB0.12</b>	(RMB0.29)
<b>Dividend</b>	12	<u>–</u>	<u>–</u>

The accompanying notes are an integral part of these financial statements.