

Extracts of Accounting and Business Data

1. TOTAL PROFIT OF THE COMPANY AND ITS SUBSIDIARIES (THE "GROUP") RECORDED FOR THE YEAR AND ITS BREAKDOWN PREPARED UNDER PRC ACCOUNTING STANDARDS (UNIT: RMB'000)

	2003
Profit before tax	2,987,914
Net profit	2,792,971
Net profit excluding non-recurring gains or losses	2,801,221
Profit from principal operating activities	3,916,104
Other operating profit	63,050
Operating profit	3,007,539
Investment loss	(8,366)
Subsidies income	1,414
Net non-operating expenses	(12,673)
Net cash flows from operating activities	3,568,687
Net increase in cash and cash equivalents	<u>1,371,103</u>

Note: Items and amounts of non-recurring gains or losses for the current reporting period (UNIT: RMB'000):

Items	Amount
Loss on disposal of long term equity investments	(10,630)
Loss on disposal of fixed assets, net	(47,261)
Subsidies income	1,414
Reversal of provision for decline in value of short term investments	2,264
Other non-operating income and expense items	(28,966)
Reversal of impairment provisions made in prior years	63,554
Income tax effect	11,375
Non-recurring gains or losses, net	<u>(8,250)</u>

2. EFFECTS ON NET PROFIT OF MAJOR DIFFERENCES IN THE CONSOLIDATED ACCOUNTING STATEMENTS PREPARED UNDER PRC ACCOUNTING STANDARDS AND HONG KONG ACCOUNTING STANDARDS FOR THE YEAR ARE SUMMARISED AS FOLLOWS (UNIT: RMB'000)

Net profit under Hong Kong Accounting Standards	2,659,198
Add:	
Amortisation of deferred staff costs	70,400
Staff housing subsidies to current employees	34,716
Provision for furnace relining costs utilised	21,824
Deferred tax expense	10,091
Employee bonus and welfare fund	348
Less:	
Transfer of deferred income	(3,606)
Net profit under PRC Accounting Standards	<u>2,792,971</u>

Note: Please see Note V(45) of Notes to Financial Statements prepared under PRC Accounting Standards and note 35 of Notes to Financial Statements prepared under Hong Kong Accounting Standards for reason of differences.



3. MAJOR ACCOUNTING FIGURES AND FINANCIAL INDICATORS (UNIT: RMB)

(1) Prepared under PRC Accounting Standards

Index item	2003	2002 (Restated)	2001 (Restated)
Principal operating income ('000)	15,740,348	10,973,917	9,547,929
Net profit ('000)	2,792,971	384,441	208,396
Earnings per share (RMB)			
Fully diluted	0.433	0.060	0.032
Weighted average	0.433	0.060	0.032
Net cash flows from operating activities per share (RMB)	0.5528	0.4012	0.2147
Return on net assets (%)			
Fully diluted	18.67	3.18	1.75
Weighted average	20.71	3.18	1.72
Return on net assets excluding non-recurring gains or losses (%)			
Fully diluted	18.72	6.82	3.91
Weighted average	20.77	6.82	3.84
	31 December 2003	31 December 2002 (Restated)	31 December 2001 (Restated)
Total assets ('000)	26,355,229	17,138,511	16,723,013
Shareholders' funds ('000)	14,960,345	12,088,768	11,906,213
Net assets per share (RMB)	2.32	1.87	1.84
Adjusted net assets per share (RMB)	2.32	1.87	1.84

(2) Prepared under Hong Kong Accounting Standards

Index item	2003	2002 (Restated)	2001 (Restated)
Principal operating income ('000)	15,740,348	10,973,917	9,547,929
Net profit ('000)	2,659,198	339,729	161,742
Earnings per share (RMB)			
Fully diluted	0.412	0.053	0.025
Weighted average	0.412	0.053	0.025
Net cash flows from operating activities per share (RMB)	0.5528	0.4167	0.1989
Return on net assets (%)			
Fully diluted	17.98	2.75	1.33
Weighted average	19.43	2.76	1.33
Return on net assets excluding non-recurring gains or losses (%)			
Fully diluted	18.04	6.31	3.45
Weighted average	19.49	6.34	3.44
	31 December 2003	31 December 2002 (Restated)	31 December 2001 (Restated)
Total assets ('000)	26,418,528	17,275,219	16,853,941
Shareholders' funds ('000)	14,788,020	12,354,758	12,144,135
Net assets per share (RMB)	2.29	1.91	1.88
Adjusted net assets per share (RMB)	2.29	1.90	1.87

Extracts of Accounting and Business Data (continued)

4. MOVEMENT IN SHAREHOLDERS' EQUITY DURING THE REPORTING PERIOD (UNIT: RMB'000)

(1) Prepared under PRC Accounting Standards

Item	Share capital	Capital reserve	Surplus reserves	Including: statutory public welfare fund	Retained profits	Proposed ordinary share dividend	Shareholders' funds
At the beginning of the year	6,455,300	4,864,976	502,754	251,112	39,803	225,936	12,088,769
Increase during the year	-	304,890	565,156	282,055	2,793,886	1,355,613	5,019,545
Decrease during the year	-	-	(915)	(328)	(1,921,118)	(225,936)	(2,147,969)
At the end of the year	<u>6,455,300</u>	<u>5,169,866</u>	<u>1,066,995</u>	<u>532,839</u>	<u>912,571</u>	<u>1,355,613</u>	<u>14,960,345</u>

(2) Prepared under Hong Kong Accounting Standards

Item	Share capital	Share premium	Surplus reserves	Including: statutory public welfare fund	Retained profits	Proposed final dividend	Shareholders' equity
At the beginning of the year	6,455,300	4,864,976	502,754	251,112	305,792	225,936	12,354,758
Increase during the year	-	-	565,156	282,055	2,660,113	1,355,613	4,580,882
Decrease during the year	-	-	(915)	(328)	(1,920,769)	(225,936)	(2,147,620)
At the end of the year	<u>6,455,300</u>	<u>4,864,976</u>	<u>1,066,995</u>	<u>532,839</u>	<u>1,045,136</u>	<u>1,355,613</u>	<u>14,788,020</u>

Note: Reasons for movement: (1) The increase in capital reserve represented the transfer of project payables of the completion of part of the State's subsidizing project. (2) Increases in surplus reserve and statutory public welfare fund have been appropriated in accordance with relevant regulations based on the Company's profit for the year. (3) The increase in retained profits was due to increase in the Company's profit during the year. The decrease in retained profits was due to proposed dividend distribution for ordinary shares for the year 2003. (4) The increase in the proposed dividend distribution for ordinary shares was due to the appropriation of dividend distribution for ordinary shares for the year 2003. The decrease in the proposed dividend distribution for ordinary shares was due to the distribution of dividend for ordinary shares for 2002 during the reporting period.

5. FINANCIAL SUMMARY (UNIT: RMB'000)

A summary of the results and of the assets, liabilities and minority interests of the Group for the last five financial years, as extracted from the published audited financial statements and reclassified as appropriate, is set out below. The amounts for 1999, 2000, 2001 and 2002 prepared under PRC and Hong Kong Accounting Standards have been adjusted in accordance with the respective revised accounting standards.

Consolidated Results

(1) Prepared under PRC Accounting Standards

	2003	Year ended 31 December				1999
		2002	2001	2000	2000	
Principal operating income	15,740,348	10,973,917	9,547,929	8,185,687	6,668,436	
Profit before tax	2,987,914	479,702	297,131	197,087	13,381	
Income tax	193,770	95,261	88,735	21,056	269	
Minority interests	1,173	-	-	-	-	
Net profit	<u>2,792,971</u>	<u>384,441</u>	<u>208,396</u>	<u>176,031</u>	<u>13,112</u>	

(2) Prepared under Hong Kong Accounting Standards

	2003	Year ended 31 December				1999
		2002	2001	2000	2000	
		(Restated)	(Restated)	(Restated)	(Restated)	
Turnover	15,740,348	10,973,917	9,547,929	8,185,687	6,668,436	
Profit before tax	2,864,232	403,194	241,016	121,220	16,150	
Tax	203,861	63,465	79,274	(13,201)	(109)	
Minority interests	1,173	-	-	-	-	
Net profit from ordinary activities attributable to shareholders	<u>2,659,198</u>	<u>339,729</u>	<u>161,742</u>	<u>134,421</u>	<u>16,259</u>	

Consolidated assets, liabilities and minority interests

(1) Prepared under PRC Accounting Standards

	2003	31 December				1999
		2002	2001	2000	2000	
		(Restated)	(Restated)	(Restated)	(Restated)	
Total assets	26,355,229	17,138,511	16,723,013	16,857,270	17,299,627	
Total liabilities	11,359,464	5,049,743	4,816,800	4,840,179	5,437,695	
Minority interests	35,420	-	-	-	-	
	<u>14,960,345</u>	<u>12,088,768</u>	<u>11,906,213</u>	<u>12,017,091</u>	<u>11,861,932</u>	

(2) Prepared under Hong Kong Accounting Standards

	2003	31 December				1999
		2002	2001	2000	2000	
		(Restated)	(Restated)	(Restated)	(Restated)	
Total assets	26,418,528	17,275,219	16,853,941	16,903,973	17,300,227	
Total liabilities	11,595,088	4,920,461	4,709,806	4,792,474	5,323,149	
Minority interests	35,420	-	-	-	-	
	<u>14,788,020</u>	<u>12,354,758</u>	<u>12,144,135</u>	<u>12,111,499</u>	<u>11,977,078</u>	