

SUMMARY OF FINANCIAL AND OPERATING RESULTS

1. FINANCIAL SUMMARY PREPARED IN CONFORMITY WITH PRC ACCOUNTING STANDARDS (RMB'000)

Item	As at 30 June 2004 (Unaudited)	As at 31 December 2003 (Audited)
Current assets	1,362,628	1,104,742
Current liabilities	714,454	464,547
Total assets	2,394,064	2,085,381
Shareholders' equity (excluding minority interests)	1,422,168	1,413,304
Net assets per share (RMB)	3.11	3.09
Adjusted assets per share (RMB)	3.11	3.09
	Six months ended 30 June 2004 (Unaudited)	Six months ended 30 June 2003 (Unaudited)
Item		
Income from principal operations	802,136	677,351
Profit after taxation	27,328	43,353
Profit after taxation and extraordinary items (Note)	23,439	43,353
Earnings per share (RMB)	0.060	0.095
Return on equity (%)	1.92	3.07
Net cash flow from operating activities	4,918	40,957

Note:

Extraordinary items include:

Items	RMB'000
Add: Non-operating expenses	4,322
Less: Non-operating income	(1,197)
Less: Short-term investment income	(6,733)
Less: Allowance	(281)
Total	<u>(3,889)</u>

SUMMARY OF FINANCIAL AND OPERATING RESULTS

2. FINANCIAL SUMMARY PREPARED IN CONFORMITY WITH HONG KONG GENERALLY ACCEPTED ACCOUNTING PRINCIPLES (HKGAAP) (RMB'000)

Condensed Consolidated Profit and Loss Account

	Six months ended 30 June 2004 (Unaudited)	Six months ended 30 June 2003 (Unaudited)
Turnover	806,803	677,351
Profit before taxation	28,045	51,427
Taxation	(4,187)	(7,433)
Profit after taxation	23,858	43,994
Minority interests	88	(20)
Profit attributable to shareholders	23,946	43,974

Condensed Consolidated Balance Sheet

	As at 30 June 2004 (Unaudited)	As at 31 December 2003 (Audited)
Total assets	2,395,592	2,106,065
Total liabilities	951,336	667,289
Net assets	1,444,256	1,438,776

3. DIFFERENCES BETWEEN ACCOUNTS PREPARED IN CONFORMITY WITH PRC ACCOUNTING STANDARDS AND HKGAAP (RMB'000)

	Profit attributable to shareholders for the six months ended 30 June 2004 (Unaudited)
Prepared under PRC accounting standards	27,328
HKGAAP adjustments:	
Add: Education fund	465
Welfare expenses	1,929
Deferred taxation	922
Less: Depreciation charges due to revaluation on 30 September 1996	(229)
Unrealised loss of trading investments	(6,469)
Prepared under HKGAAP	<u>23,946</u>