

Profit and Loss Accounts

For the year ended December 31, 2004

(In RMB Yuan)

JILIN CHEMICAL INDUSTRIAL COMPANY LIMITED Annual Report 2004

Items	2004	2003	2004	2003
	Group	Group	Company	Company
1. SALES REVENUE (Note V-25)	27,902,786,502	19,064,871,852	27,865,067,353	18,987,356,043
Less: Cost of sales (Note V-26)	(23,884,903,088)	(16,811,354,227)	(23,820,659,441)	(16,766,786,845)
Sales tax and other levies (Note V-27)	(728,022,767)	(663,823,149)	(728,022,767)	(663,823,149)
2. GROSS PROFIT ON SALES	3,289,860,647	1,589,694,476	3,316,385,145	1,556,746,049
Add: Other operating loss (Note V-28)	(54,161,881)	(53,964,910)	(61,427,912)	(42,063,603)
Less: Selling expenses	(24,585,845)	(29,337,792)	(24,278,421)	(28,948,053)
General and administrative expenses	(612,394,717)	(574,810,872)	(588,118,886)	(550,750,478)
Financial expenses, net (Note V-29)	(277,411,445)	(464,994,136)	(270,812,410)	(459,490,497)
3. OPERATING PROFIT	2,321,306,759	466,586,766	2,371,747,516	475,493,418
Add: Investment income/(loss) (Note V-30)	40,509,303	(4,337,039)	8,441,868	(12,691,049)
Subsidy income	-	502,000	-	502,000
Non-operating income (Note V-31)	76,854,281	13,432,589	74,712,368	13,372,271
Less: Non-operating expenses (Note V-31)	(85,229,818)	(53,674,526)	(85,135,655)	(53,060,643)
4. TOTAL PROFIT	2,353,440,525	422,509,790	2,369,766,097	423,615,997
Less: Income tax (Note V-32)	203,795,690	(270,108)	203,993,953	-
Minority interests	16,523,835	1,755,470	-	-
5. NET PROFIT	2,573,760,050	423,995,152	2,573,760,050	423,615,997

Supplementary Information

	2004		2003	
	Group	Company	Group	Company
1. Income from sale and disposal of departments or investees	-	-	-	-
2. Loss from natural catastrophe	-	-	-	-
3. Increase in total profit resulting from change in accounting policies	-	-	-	-
4. Increase in total profit resulting from change in accounting estimates	-	-	-	-
5. Loss from debt restructuring	-	-	-	-
6. Other	-	-	-	-

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

Legal representative:
Yu Li

General manager:
Shi Jian Xun

Person in charge of
accounting function:
Zhang Li Yan

Person in charge of
accounting department:
Liao Hong Wei