

Financial Highlights

AUDITED CONSOLIDATED INCOME STATEMENT

For the years ended December 31,

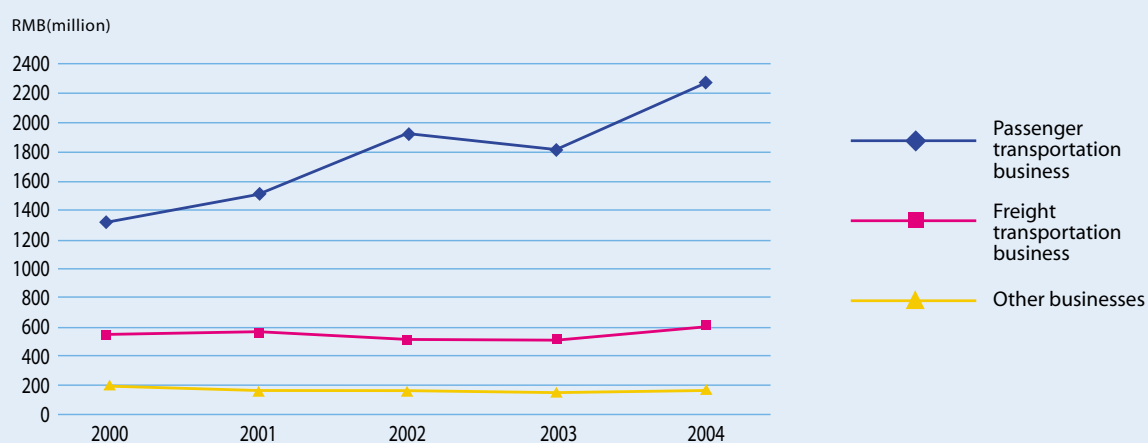
(Expressed in thousands of Renminbi ("RMB"), except for per share and per ADS data)

	2004	2003	2002	2001	2000
Revenues from railway businesses					
Passenger	2,259,671	1,790,204	1,903,782	1,471,895	1,278,213
Freight	611,807	526,382	530,776	585,616	567,176
Sub-total	2,871,478	2,316,586	2,434,558	2,057,511	1,845,389
Revenues from other businesses	166,671	151,596	166,266	167,064	198,352
Total revenues	3,038,149	2,468,182	2,600,824	2,224,575	2,043,741
Total operating expenses	(2,407,976)	(1,905,469)	(1,978,327)	(1,670,464)	(1,524,336)
Profit from operations	630,173	562,713	622,497	554,111	519,405
Profit before tax	665,160	605,169	661,587	631,362	590,687
Profit from ordinary activities					
after tax	566,738	511,730	557,196	531,996	491,307
Minority interests	746	32	(113)	1,499	782
Profit attributable to shareholders	567,484	511,762	557,083	533,495	492,089
Earnings per share					
— Basic	RMB0.13	RMB0.12	RMB0.13	RMB0.12	RMB0.11
— Diluted	N/A	N/A	N/A	N/A	N/A
Earnings per ADS (Unaudited)	RMB6.54	RMB5.90	RMB6.42	RMB6.15	RMB5.68

Note: In order to better conform to "International Accounting Standards (IAS) 18 — Revenue", the "Revenues" in this annual report (including the tables) are set out before the deduction of business tax, while the "Revenues" in the annual reports of the previous years were set out after the deduction of business tax.

Financial Highlights

Breakdown of Revenues from Operation



ASSET SUMMARY (AUDITED)

As of December 31,

(Expressed in thousands of RMB, except for per share data)

	2004	2003	2002	2001	2000
Total Assets	11,409,051	11,073,953	11,257,594	10,997,216	10,917,564
Total Liabilities	936,865	699,237	1,001,866	860,976	882,126
Minority interests	51,612	52,358	11,577	15,617	14,755
Net Assets	10,420,574	10,322,358	10,244,151	10,120,623	10,020,683
Net Assets per share (Unaudited)	RMB2.40	RMB2.38	RMB2.36	RMB2.33	RMB2.31