



# Consolidated Income Statement

For the year ended 31 December 2004

	NOTES	<b>2004</b> RMB	2003 RMB
Turnover	4	108,226,076	92,197,274
Cost of sales		(58,289,645)	(49,094,381)
Gross profit		49,936,431	43,102,893
Other operating income	5	5,145,373	6,344,790
Research and development expenditure		(8,320,036)	(8,222,708)
Distribution costs		(5,425,827)	(3,654,269)
Administrative expenses		(11,626,096)	(10,164,815)
Profit from operations	6	29,709,845	27,405,891
Interest on bank borrowings wholly repayable within five years		—	(154,292)
Share of result of an associate		(59,224)	(234,270)
Gain on disposal of interest in an associate		333,494	—
Profit before taxation		29,984,115	27,017,329
Taxation	9	(1,460,452)	(1,670,791)
Net profit for the year		28,523,663	25,346,538
Dividend	10	7,200,000	29,000,000
Earnings per share - basic (RMB cents)	11	9.14	8.45