

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2004

	NOTES	2004 RMB'000	2003 RMB'000
Turnover	4	512,820	465,345
Cost of sales		(467,024)	(399,121)
Gross Profit		45,796	66,224
Other operating income	5	42,355	25,356
Distribution costs		(48,746)	(44,061)
Administrative expenses		(72,250)	(67,205)
Allowance for amounts due from a former minority shareholder	17	—	(23,770)
Other operating expenses		(4,404)	(3,231)
Loss from operations	6	(37,249)	(46,687)
Finance costs	9	(11,055)	(10,822)
Loss on investment		(1,216)	—
Share of results of associates		(14,909)	(17,696)
Loss before taxation		(64,429)	(75,205)
Taxation	10	3,096	(6,312)
Loss before minority interests		(61,333)	(81,517)
Minority interests		(105)	(235)
Net loss for the year		(61,438)	(81,752)
Basic loss per share	11	(RMB0.15)	(RMB0.20)