

## Supplementary Information (continued)

(Prepared under PRC accounting standards)

31 December 2004

### RETURN ON NET ASSETS AND EARNINGS PER SHARE

Profit during the reporting period	Return on net assets (%)		Earnings per share (RMB)	
	Fully diluted	Weighted average	Fully diluted	Weighted average
Profit from principal operating activities	33.09	34.44	0.894	0.894
Operating profit	23.07	24.01	0.623	0.623
Net profit	20.51	21.35	0.554	0.554
Net profit excluding non-recurring gains or losses	<u>20.46</u>	<u>21.30</u>	<u>0.553</u>	<u>0.553</u>

Return on net assets and earnings per share are computed based on the formula stipulated in the "Regulation for the preparation of information disclosure by listed securities companies (No. 9)" issued by China Securities Regulatory Commission on 19 January 2001.

Including: Net profit excluding non-recurring gains or losses

	2004 RMB	2003 RMB
Net profit	<b>3,575,806,813</b>	2,792,971,074
Add/(deduct):		
Loss on disposal of long term equity investments	–	10,629,765
Loss on disposal of fixed assets, net	<b>11,078,414</b>	47,260,768
Subsidies income	<b>(672,381)</b>	(1,413,783)
Reversal of provision for decline in value of short term investments	–	(2,263,731)
Other non-operating income and expense items	<b>(2,816,845)</b>	28,966,418
Reversal of impairment provisions made in prior years	<b>(15,411,808)</b>	(63,554,141)
Income tax effect	<b>(980,282)</b>	(11,374,920)
Total	<b><u>3,567,003,911</u></b>	<u>2,801,221,450</u>

The calculation of non-recurring gains or losses is in accordance with Zheng Jian Kuaiji Zi No. (2004) "Notice on issuance of 'Questions and answers on information disclosure standards of listed securities companies' No. 1 (revised 2004)" issued by China Securities Regulatory Commission.

## Supplementary Information (continued)

(Prepared under PRC accounting standards)

31 December 2004

### PROVISION MOVEMENT SCHEDULE

#### Group

Item	Decrease during the year						2004 RMB
	At 1 January 2004 RMB	Increase during the year RMB	Reversal on upward revaluation of assets RMB	At Other transfer-outs RMB	31 December Total RMB		
1. Provision for bad debts:	115,745,829	55,162	'X'	'X'	(38,273,183)	77,527,808	
including: Trade receivables	57,209,664	55,162	'X'	'X'	(12,335,147)	44,929,679	
Other receivables	58,536,165	–	'X'	'X'	(25,938,036)	32,598,129	
2. Provision for decline in value of short term investments	–	–	–	–	–	–	
3. Provision for inventories:	77,393,250	10,401,537	–	–	–	87,794,787	
including: Raw materials	–	5,000,000	–	–	–	5,000,000	
Work in progress	3,000,000	–	–	–	–	3,000,000	
Finished goods	9,656,900	–	–	–	–	9,656,900	
Spare parts	64,736,350	5,401,537	–	–	–	70,137,887	
4. Provision for impairment of long term investments	–	–	–	–	–	–	
5. Provision for impairment of fixed assets:	200,566,300	–	(15,411,808)	(68,097,648)	(83,509,456)	117,056,844	
including: Buildings and structures	37,590,200	–	(7,009,173)	(20,189,127)	(27,198,300)	10,391,900	
Plant, machinery and equipment	162,976,100	–	(8,402,635)	(47,908,521)	(56,311,156)	106,664,944	
6. Provision for impairment of intangible assets	–	–	–	–	–	–	
7. Provision for impairment of construction in progress	74,000,000	–	–	–	–	74,000,000	
8. Provision for impairment of designated loan	–	–	–	–	–	–	

## Supplementary Information (continued)

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31 December 2004

### PROVISION MOVEMENT SCHEDULE

#### Company

Item	At 1 January 2004 RMB	Increase during the year RMB	Decrease during the year		Total 31 December RMB	2004 RMB
			Reversal on upward revaluation of assets RMB	At Other transfer-outs RMB		
1. Provision for bad debts:	115,745,829	–	'X'	'X'	(38,273,183)	77,472,646
including: Trade receivables	57,209,664	–	'X'	'X'	(12,335,147)	44,874,517
Other receivables	58,536,165	–	'X'	'X'	(25,938,036)	32,598,129
2. Provision for decline in value of short term investments	–	–	–	–	–	–
3. Provision for inventories:	77,393,250	10,401,537	–	–	–	87,794,787
including: Raw materials	–	5,000,000	–	–	–	5,000,000
Work in progress	3,000,000	–	–	–	–	3,000,000
Finished goods	9,656,900	–	–	–	–	9,656,900
Spare parts	64,736,350	5,401,537	–	–	–	70,137,887
4. Provision for impairment of long term investments	–	–	–	–	–	–
5. Provision for impairment of fixed assets:	200,566,300	–	(15,411,808)	(68,097,648)	(83,509,456)	117,056,844
including: Buildings and structures	37,590,200	–	(7,009,173)	(20,189,127)	(27,198,300)	10,391,900
Plant, machinery and equipment	162,976,100	–	(8,402,635)	(47,908,521)	(56,311,156)	106,664,944
6. Provision for impairment of intangible assets	–	–	–	–	–	–
7. Provision for impairment of construction in progress	74,000,000	–	–	–	–	74,000,000
8. Provision for impairment of designated loan	–	–	–	–	–	–