

Financial Highlights

1. RESULTS

For the period from 1st January to 31st December 2004 (the "Year"), the Group recorded revenue from principal activities of RMB35,312,000 and loss after taxation and minority interests of RMB194,995,000, representing a decrease of approximately RMB133,804,000 and a decrease of approximately RMB212,828,000 respectively when compared with the results for 2003 (the "Previous Year"). Main reasons for the deteriorated results are set out in "Chairman's Statement" and "Management Discussion and Analysis".

2. SUMMARY OF CONSOLIDATED INCOME STATEMENT

The financial highlights of the Group for the five years ended 31st December 2004 are set out as follows:

	2004	2003	2002	2001	<i>RMB'000</i> 2000
Turnover	35,312	169,116	451,620	667,435	612,640
Other income	5,160	4,351	11,304	122,872	82,137
Total income	40,472	173,467	462,924	790,307	694,777
Profit (loss) from operations	(178,104)	13,569	158,560	295,358	390,084
Finance costs	(40,471)	(6,023)	(2,286)	(10,996)	(10,770)
Share of results of a jointly controlled entity	21,288	24,288	20,388	18,447	21,444
Loss on disposal of a subsidiary	-	-	(20,382)	-	-
Profit of disposal of a jointly controlled entity	2,821	-	-	-	-
(Loss) profit before taxation	(194,466)	31,834	156,280	302,809	400,758
Taxation	(3,016)	(14,380)	(63,087)	(111,031)	(111,238)
(Loss) profit after taxation	(197,482)	17,454	93,193	191,778	289,520
Minority interests	2,487	379	(402)	(1,162)	(1,620)
(Loss) profit attributable to shareholders	(194,995)	17,833	92,791	190,616	287,900
Earnings (loss) per share	RMB(0.19)	RMB0.02	RMB0.09	RMB0.19	RMB0.28

3. SUMMARY OF CONSOLIDATED BALANCE SHEET

	As at 31st December 2004	As at 31st December 2003	As at 31st December 2002	As at 31st December 2001	<i>RMB'000</i> As at 31st December 2000
Fixed assets	936,928	547,243	10,478	734,239	762,426
Interests in a jointly controlled entity	–	103,380	100,265	140,638	165,462
Goodwill	609,372	62,638	–	–	–
Deposits paid for acquisitions of subsidiaries	–	391,100	360,994	–	–
Investment securities	20,000	20,000	20,000	20,000	20,000
Long-term receivables	–	58,234	–	–	–
Current assets	1,460,754	1,558,573	1,580,690	1,060,477	1,187,253
Current liabilities	(1,070,379)	(660,223)	(224,499)	(199,532)	(442,865)
Net current assets	390,375	898,350	1,356,191	860,945	744,388
	<u>1,956,675</u>	<u>2,080,945</u>	<u>1,847,928</u>	<u>1,755,822</u>	<u>1,692,276</u>
Share capital	1,020,400	1,020,400	1,020,400	1,020,400	1,020,400
Reserves	642,185	837,180	819,347	726,556	664,372
Minority interests	60,219	110,709	8,181	8,866	7,504
Non-current liabilities	233,871	112,656	–	–	–
	<u>1,956,675</u>	<u>2,080,945</u>	<u>1,847,928</u>	<u>1,755,822</u>	<u>1,692,276</u>