

A. Interim Financial Report prepared under International Accounting Standard 34 “Interim Financial Reporting” *(see note 1)*

Consolidated Income Statement *(unaudited)*

	Note	Six-month periods ended 30 June	
		2005 RMB'000	2004 RMB'000
Turnover	3	21,886,472	17,778,137
Sales taxes and surcharges		(378,135)	(350,253)
Net sales		21,508,337	17,427,884
Cost of sales		(18,949,942)	(15,097,255)
Gross profit		2,558,395	2,330,629
Selling and administrative expenses		(196,886)	(228,604)
Other operating income		137,365	100,814
Other operating expenses			
Employee reduction expenses		(90,792)	(86,713)
Others		(43,164)	(107,471)
Profit from operations		2,364,918	2,008,655
Share of losses of associates		(93,723)	(17,392)
Net financing costs		(113,407)	(171,495)
Profit before tax	3,4	2,157,788	1,819,768
Taxation	5	(359,960)	(258,124)
Profit after tax		1,797,828	1,561,644
Attributable to:			
Equity holders of the parent		1,763,442	1,520,725
Minority interests		34,386	40,919
Profit after tax		1,797,828	1,561,644
Basic earnings per share	6	RMB 0.245	RMB 0.211

The notes on pages 31 to 42 form part of this unaudited interim financial report.