

Income Statements and Profit Appropriation Statements *(unaudited)*

		Six-month periods ended 30 June			
		The Group		The Company	
	Note	2005 RMB'000	2004 RMB'000	2005 RMB'000	2004 RMB'000
Income from principal operations	24	21,886,472	17,778,137	20,450,652	15,705,915
Less: Cost of sales	24	18,362,576	14,579,417	17,219,018	12,838,239
Sales taxes and surcharges	25	378,135	350,253	375,105	344,907
Profit from principal operations		3,145,761	2,848,467	2,856,529	2,522,769
Add: Profit from other operations		68,785	75,991	46,153	33,321
Less: Selling expenses		196,886	228,604	148,001	173,472
Administrative expenses		585,138	537,305	485,429	432,845
Financial expenses	26	129,340	171,495	112,187	144,218
Profit from operations		2,303,182	1,987,054	2,157,065	1,805,555
Add: Investment (losses) / income	27	(116,089)	15,653	(100,505)	137,663
Non-operating income		10,766	15,092	2,734	3,699
Less: Non-operating expenses	28	155,223	187,460	95,212	184,748
Total profit		2,042,636	1,830,339	1,964,082	1,762,169
Less: Income tax	14(a)	357,730	258,220	313,562	230,969
Minority interests		34,386	40,919	-	-
Net profit		1,650,520	1,531,200	1,650,520	1,531,200
Add: Undistributed profits at the beginning of the period		4,649,907	2,048,896	4,649,907	2,048,896
Distributable profits to shareholders		6,300,427	3,580,096	6,300,427	3,580,096
Less: Distributable dividends to ordinary shares	17	1,440,000	576,000	1,440,000	576,000
Undistributed profits at the end of the period		4,860,427	3,004,096	4,860,427	3,004,096

The notes on pages 49 to 88 form part of these unaudited financial statements.