

Financial Highlights



Year 2005's financial report prepared by the Company in accordance with the PRC Accounting Standards for Business Enterprises (the "PRC Accounting Standards") and accounting principles generally accepted in Hong Kong ("HKGAAP") was audited by Deloitte Touche Tohmatsu Certified Public Accountants Limited and Deloitte Touche Tohmatsu, whose audited report expressed an unqualified opinion on the financial statements.

According to the PRC Accounting Standards, the financial highlights of the Group as at 31st December 2005 are as follows:

| Item | Unit: RMB'000 |
|---|---------------|
| Operating revenue (including revenue and other income) | 2,232,679 |
| Gross profit | 944,436 |
| Net Profit | 696,456 |
| Net profit after non-recurring profit/loss | 706,513 |
| Profit from principal operations | 1,180,227 |
| Other operating income | 6,967 |
| Profit from operations | 829,238 |
| Investment income | 128,945 |
| Subsidy income | 800 |
| Non-operating income/expenses, net | (14,547) |
| Net cash flow from operating activities | 1,285,000 |
| Net increase in cash and cash equivalents | 549,283 |

According to the HKGAAP, the financial highlights of the Group as at 31st December 2005 are as follows:

| Item | Unit: RMB'000 |
|--|---------------|
| Revenue, net | 2,110,981 |
| Gross profit | 990,608 |
| Profit attributable to equity holders of the Company | 668,028 |
| Profit before taxation | 990,608 |
| Net cash flow from operating activities | 868,637 |
| Net increase in cash and cash equivalents | 549,284 |



Differences between the PRC Accounting Standards and HKGAAP:

The differences between the statutory financial statements of the Group prepared in accordance with the PRC Accounting Standards and the financial statements of the Group prepared in accordance with HKGAAP are summarized as follows:

Unit: RMB'000

| | Net Profit | | Net Asset | |
|---|------------|--------------------|--------------------------------|--|
| | 2005 | 2004 (Restated) | As at 31st December 2005 | As at 31st December 2004 (Restated) |
| As reported in PRC Accounting Standards | 696,456 | 826,725 | 14,632,560 | 14,666,085 |
| HKGAAP adjustments: | | | | |
| — Valuation, depreciation and amortization of fixed assets | 33,684 | 62,933 | (1,447,578) | (1,481,262) |
| — Deferred taxation | (74,601) | 82,225 | 7,983 | 82,584 |
| — Non-amortization of goodwill of associates | 12,516 | — | 12,516 | — |
| — Release of negative goodwill of associates | (519) | — | 2,336 | — |
| — Others | 492 | 7,508 | — | — |
| As reported in this financial statements prepared in accordance with HKGAAP | 668,028 | 979,391 | 13,207,817 | 13,267,407 |

Non-recurring profit/loss comprises the following:

Unit: RMB'000

| Item | 2005 |
|---|----------|
| Loss on disposal of fixed assets | (13,386) |
| Profit from disposal of long-term equity investment | 2,623 |
| Government grants | 800 |
| Gain from short-term investments | 2,707 |
| Other operating income and expenses | (1,161) |
| Effects of income tax | (1,640) |
| Total | (10,057) |

Financial Highlights



Principal accounting data and financial indicators of the Group under the PRC Accounting Standards for the past five years:

Unit: RMB'000

| Item | 2005 | 2004 | 2003 | 2002 | 2001 |
|--|------------|------------|------------|------------|------------|
| Revenue | 2,194,736 | 3,060,081 | 2,731,760 | 2,314,373 | 1,861,861 |
| Net profit | 696,456 | 826,725 | 950,531 | 816,833 | 780,864 |
| Total assets | 27,223,147 | 20,638,701 | 16,732,357 | 15,081,793 | 14,914,400 |
| Total liabilities | 12,173,679 | 5,559,152 | 1,769,782 | 417,181 | 670,109 |
| Shareholders' equity (excluding minority interests) | 14,632,560 | 14,666,085 | 14,562,325 | 14,268,109 | 14,112,946 |
| Earnings per share (RMB) | 0.138 | 0.164 | 0.189 | 0.162 | 0.16 |
| Net assets per share (RMB) | 2.90 | 2.91 | 2.89 | 2.83 | 2.80 |
| Adjusted net assets per share (RMB) | 2.90 | 2.91 | 2.89 | 2.83 | 2.80 |
| Net cash flow per share from operating activities (RMB) | 0.26 | 0.33 | 0.29 | 0.26 | 0.22 |
| Return on net assets | 4.76% | 5.64% | 6.53% | 5.72% | 5.53% |
| Weighted average return on net assets | 4.80% | 5.66% | 6.59% | 5.75% | 5.59% |

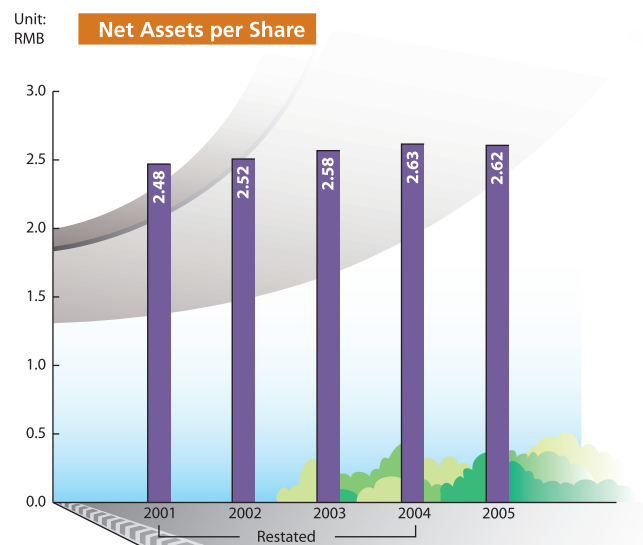
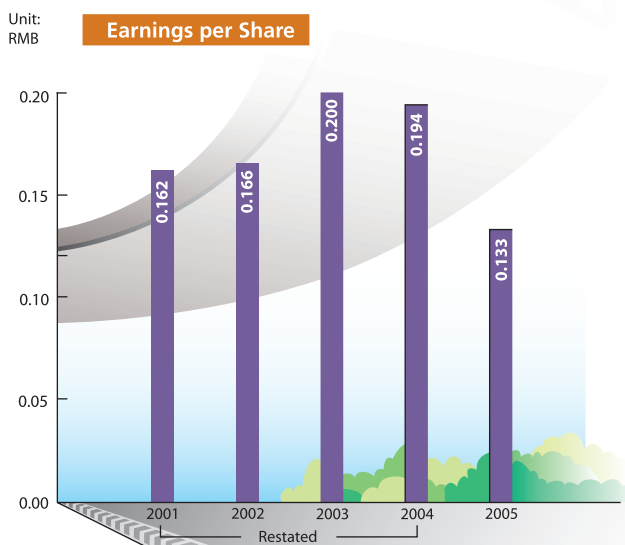
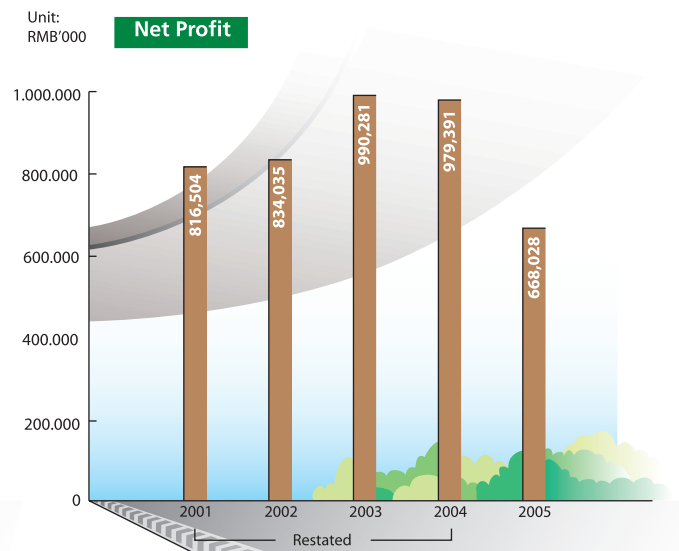
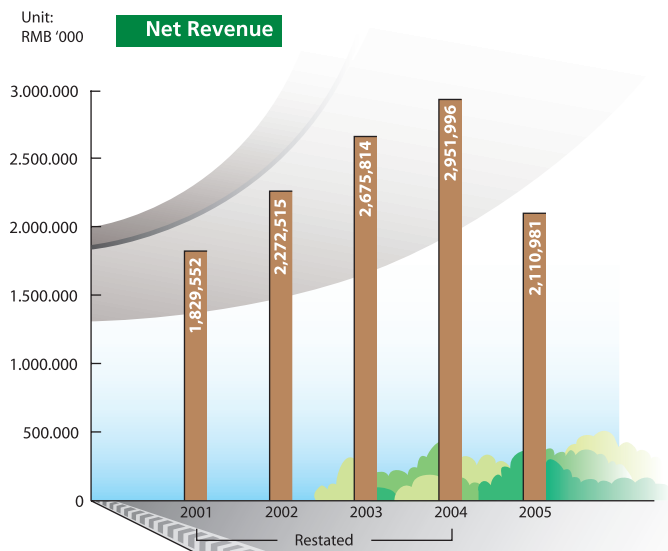
Principal accounting data and financial indicators of the Group under the HKGAAP for the past five years:

Unit: RMB'000

| Item | 2005 | 2004 (Restated) | 2003 (Restated) | 2002 (Restated) | 2001 (Restated) |
|---|------------|--------------------|--------------------|--------------------|--------------------|
| Revenue, net | 2,110,981 | 2,951,996 | 2,675,814 | 2,272,515 | 1,829,552 |
| Profit attributable to equity holders of the Company | 668,028 | 979,391 | 990,281 | 834,035 | 816,504 |
| Total assets | 25,798,403 | 19,240,021 | 15,218,027 | 13,520,963 | 13,309,948 |
| Total liabilities | 12,173,678 | 5,559,150 | 1,799,288 | 441,344 | 452,305 |
| Shareholders' equity | 13,207,817 | 13,267,407 | 13,018,489 | 12,683,115 | 12,478,798 |
| Earnings per share (RMB) | 0.133 | 0.194 | 0.200 | 0.166 | 0.162 |
| Net assets per share (RMB) | 2.62 | 2.63 | 2.58 | 2.52 | 2.48 |
| Adjusted net assets per share (RMB) | 2.62 | 2.63 | 2.58 | 2.52 | 2.48 |
| Net cash flow from operating activities | 868,637 | 1,502,916 | 1,449,273 | 1,308,827 | 1,105,142 |
| Return on net assets | 5.06% | 7.38% | 7.61% | 6.58% | 6.54% |



Five-Year Financial Highlights of the Group (in accordance with HKGAAP)



Financial Highlights



Change of shareholders' equity in accordance with the PRC Accounting Standards during the reporting period:

Unit: RMB

| Item | At the beginning of period | Increase for the period | Decrease for the period | At the end of period | Reasons for changes |
|--|----------------------------|-------------------------|-------------------------|----------------------|--|
| Share capital | 5,037,747,500 | — | — | 5,037,747,500 | — |
| Capital reserve | 7,488,194,416 | 492,268 | — | 7,488,686,684 | Transfer of the accrued long-term balance payment for the project of Jiangsu Yangtze Bridge Co., Ltd., an associates |
| Surplus reserve | 925,544,505 | 132,886,794 | — | 1,058,431,299 | Appropriation of 15% of the profit after tax as statutory required |
| Of which: public welfare fund | 308,514,834 | 44,295,598 | — | 352,810,432 | Appropriation of 10% of the profit after tax as statutory required |
| Unappropriated profits | 484,125,200 | 563,569,226 | 730,473,388 | 317,221,038 | Operating results and dividend distribution for the year |
| Dividend distributed pursuant to a resolution passed after the date of the balance sheet | 730,473,388 | 730,473,388 | 730,473,388 | 730,473,388 | Amount at the beginning of period was dividend for 2004; amount at the end of the period was dividend for the financial year |
| Shareholders' equity | 14,666,085,009 | 1,427,421,676 | 1,460,946,776 | 14,632,559,909 | — |

Profit statement schedule in accordance with the PRC Accounting Standards:

Unit: RMB

| Profit for the reporting period | Return on net assets | | Earnings per share | |
|--|----------------------|------------------|--------------------|------------------|
| | Fully diluted | Weighted average | Fully diluted | Weighted average |
| Profit from principal operations | 8.07% | 8.14% | 0.2343 | 0.2343 |
| Operating profit | 5.67% | 5.72% | 0.1646 | 0.1646 |
| Net profit | 4.76% | 4.80% | 0.1382 | 0.1382 |
| Net profit after non-recurring profit/loss | 4.83% | 4.87% | 0.1402 | 0.1402 |