

# CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2005 (Expressed in Renminbi ("RMB"))

	Note	2005 RMB'000	2004 (Note 3(c)) RMB'000
<b>Turnover</b>	5	<b>386,494</b>	429,738
Cost of sales		<b>(324,919)</b>	(303,469)
<b>Gross profit</b>		<b>61,575</b>	126,269
Other revenue	6	<b>1,591</b>	115
Other net income/(loss)	6	<b>1,171</b>	(440)
Distribution costs		<b>(16,381)</b>	(14,010)
Administrative expenses		<b>(23,287)</b>	(20,396)
<b>Profit from operations</b>		<b>24,669</b>	91,538
Finance costs	7(a)	<b>(7,739)</b>	(5,524)
<b>Profit before taxation</b>	7	<b>16,930</b>	86,014
Income tax	8(a)	<b>(828)</b>	(9,305)
<b>Net profit for the year</b>		<b>16,102</b>	76,709
<b>Attributable to:</b>			
Equity shareholders of the Company		<b>16,103</b>	64,816
Minority interests		<b>(1)</b>	11,893
<b>Net profit for the year</b>		<b>16,102</b>	76,709
<b>Dividends payable to equity shareholders of the Company attributable to the year:</b>			
Final dividend proposed after the balance sheet date	12	<b>4,824</b>	–
Basic earnings per share (RMB)	13	<b>0.05</b>	0.24

The notes on pages 40 to 80 form part of these financial statements.