

Summary of Accounting and Business Data

1. Major accounting data and financial indicators prepared in accordance with PRC GAAP

1.1 Profit for the year ended 31 December 2005

Unit: RMB'000

Item	Amount
Total profit	2,175,894
Net profit	1,851,384
Net profit after extraordinary items *	1,864,697
Profit from principal operations	3,341,816
Profit (loss) from other operations	(534,557)
Operating profit	2,209,109
Investment income	3,180
Subsidy income	—
Net non-operating income/expenses	(36,395)
Net cash flow from operating activities	2,165,836
Net increase in cash and cash equivalents	855,061

* Extraordinary items of profit and loss:

Unit: RMB'000

Extraordinary Item	Amount
Loss from the disposal of fixed assets	52
Service charge of funds from related parties	(142)
Short-term investment income	(6)
Other deductible non-operating income	(3,825)
Other deductible non-operating expense	40,168
Reversal of provision for impairments charged in the previous years	(22,508)
Income tax impact from extraordinary items	(426)
Total	13,313

Summary of Accounting and Business Data

1. Major accounting data and financial indicators prepared in accordance with PRC GAAP (Continued)

1.2 Summary of accounting data and financial indicators

Unit: RMB

	For the year ended 31 December 2005	For the year ended 31 December 2004	Increase/ (decrease) (%)	For the year ended 31 December 2003
Income from principal operations (RMB'000)	13,340,692	10,627,274	25.53	5,420,891
Total profit (RMB'000)	2,175,894	1,272,319	71.02	537,648
Net profit (RMB'000)	1,851,384	1,143,501	61.90	505,243
Net profit after non-recurring profit and loss items (after income tax effect) (RMB'000)	1,864,697	1,197,080	53.8	523,372
Earnings per share (RMB)	0.64	0.43	48.84	0.19
Return on net assets (%)	21.95	18.82	Increase 3.13 percentage points	9.62
Return on net assets based on net profit after extraordinary items (%)	22.10	19.95	Increase 2.15 percentage points	9.97
Return on net assets based on net profit after extraordinary items (weighted average) (%)	24.50	21.40	Increase 3.10 percentage points	10.54
Net cash flow from operating activities (RMB'000)	2,165,836	920,949	135.17	345,245
Net cash flow from operating activities per share (RMB)	0.75	0.35	114.29	0.13

Summary of Accounting and Business Data

1. Major accounting data and financial indicators prepared in accordance with PRC GAAP (Continued)

1.2 Summary of accounting data and financial indicators (Continued)

	As at 31 December 2005	As at 31 December 2004	Increase/ (decrease) (%)	As at 31 December 2003
Total assets (RMB'000)	13,134,425	11,381,181	15.40	10,169,255
Shareholders' funds (excluding minority interests) (RMB'000)	8,504,071	6,076,843	39.94	5,251,626
Net assets per share (RMB)	2.94	2.28	28.95	1.97
Adjusted net assets per share (RMB)	2.94	2.28	28.95	1.96

Note:

Earnings per share = Net profit / Total number of ordinary shares at the year end

Net assets per share = Shareholders' fund at the year end / Total number of ordinary shares at the year end

Adjusted net assets per share = (Shareholders' fund at the year end - Net receivables aging over 3 years - Deferred and prepaid expenses - Long-term deferred expenditures) / Total number of ordinary shares at the year end

Net cash flow from operating activities per share = Net cash flow from operating activities / Total number of ordinary shares at the year end

Return on net assets = Net profit / Shareholders' fund at the year end x 100%

The Receivables in the formula above include account receivables, other receivables, prepayment, dividends receivable, interest receivable and subsidy receivable.

Summary of Accounting and Business Data

1. Major accounting data and financial indicators prepared in accordance with PRC GAAP (Continued)

1.3 Changes in shareholders' funds and the reason (prepared in accordance with PRC GAAP)

Unit: RMB'000

Item	Share capital	Capital reserve	Surplus reserve	Statutory public welfare fund	Undistributed profits	Foreign currency translation reserve	Total shareholders' interests
As at 1 January 2005	2,664,038	1,378,147	806,042	203,765	1,024,851	—	6,076,843
Increase during the period	231,000	665,190	557,546	186,728	1,851,384	(661)	3,491,187
Decrease during the period	—	—	(11,365)	11,365	1,063,959	—	1,063,959
As at 31 December 2005	2,895,038	2,043,337	1,374,953	379,128	1,812,276	(661)	8,504,071

- (1) Share capital and capital reserve: the increase is mainly due to the share placement of 231,000,000 new H shares in Hong Kong during the reporting period.
- (2) Surplus reserve: The amount comprises statutory surplus reserve and discretionary reserve. the increase is attributable to the transfer of 10% and 20% of net profit to statutory surplus reserve and to discretionary reserve respectively in accordance with the Articles of Association. In addition, the Company utilised certain statutory public welfare fund for construction staff welfare facilities during the reporting period, which shall be transferred to discretionary reserve according to PRC GAAP.
- (3) Statutory public welfare fund: the increase is attributable to the transfer of 10% of net profit for the year to statutory public welfare fund in accordance with the Articles of Association. In addition, the Company utilised certain statutory public welfare fund for construction staff welfare facilities during the reporting period, which shall be transferred to discretionary reserve according to PRC GAAP.
- (4) Undistributed profit: The amount comprises the dividend resolved to be distributed after the balance sheet day. The increase is derived from the increased remaining undistributed profit (being the net profit less the transfers to statutory surplus reserve, statutory public welfare fund and discretionary reserve during the reporting period, including the cash dividends payable to shareholders for the reporting period as recommended by the Board), which was partially offset by the cash dividends for the previous year paid to shareholders during the reporting period.

Summary of Accounting and Business Data

2. Financial data prepared in accordance with IFRS

Unit: RMB

	For the year ended 31 December 2005	For the year ended 31 December 2004	Increase (decrease) (%)	For the year ended 31 December 2003
Turnover (RMB'000)	13,177,516	10,627,274	24.0	5,420,891
Profit before tax (RMB'000)	2,198,694	1,232,895	78.3	537,648
Income tax (RMB'000)	298,941	116,962	155.6	29,101
Minority interests (RMB'000)	27,984	7,794	259.0	3,304
Profit attributable to shareholders for the year (RMB'000)	1,871,769	1,108,139	68.9	505,243
Earnings per share (RMB)	0.677	0.416	62.7	0.19
	As at 31 December 2005	As at 31 December 2004	Increase/ (decrease) (%)	As at 31 December 2003
Total assets (RMB'000)	13,035,542	11,268,827	15.7	10,097,654
Total liabilities (RMB'000)	4,336,916	5,117,208	(15.2)	4,781,605
Shareholders' funds (excluding minority interests) (RMB'000)	8,331,335	5,956,080	39.9	5,167,626
Equity attributable to Company's Shareholders per share (RMB)	2.88	2.24	28.6	1.94
Return on equity attributable to Company's Shareholders (%)	22.47	18.61	Increase 3.86 percentage points	9.78

Summary of Accounting and Business Data

3. Differences in financial statements prepared under PRC GAAP and under IFRS

Unit : RMB'000

Item	Net profit		Net assets	
	For the year ended 31 December 2005	For the year ended 31 December 2004	As at 31 December 2005	As at 31 December 2004
Prepared under PRC GAAP	1,851,385	1,143,501	8,504,072	6,076,842
Adjustments made under IFRS:				
- Different accounting treatment in respect of government subsidy	6,100	6,000	(74,635)	(79,400)
- Different accounting treatment in respect of derivative financial instruments	17,408	(41,362)	(94,978)	(41,362)
- Different accounting treatment in respect of minority interests	27,984	7,794	367,291	195,539
- Different accounting treatment in respect of pre-operating expenses	(3,124)	—	(3,124)	—
Prepared under IFRS	1,899,753	1,115,933	8,698,626	6,151,619