Consolidated Income Statement

Year ended 31 December 2006

Cost of sales (22,369,445) (16,307,478 Gross profit 2,359,747 1,651,780 Other income 4(b) 1,251,780 740,535 Selling and distribution costs (2,123,158) (1,228,433 Administrative expenses (418,329) (268,868 Other expenses (156,087) (96,555 Finance costs 7 (65,404) — Finance income 7 126,154 70,305 Fair value gain on the derivative component of convertible bonds 27 93,519 — PROFIT BEFORE TAX 6 1,068,222 868,764 Tax 10 (125,598) (91,897) PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS 942,624 776,867 DISCONTINUED OPERATION Profit for the year from a discontinued operation — 332		Notes	2006 <i>RMB'000</i>	2005 <i>RMB'000</i>
Cost of sales (22,369,445) (16,307,478 Gross profit 2,359,747 1,651,780 Other income 4(b) 1,251,780 740,535 Selling and distribution costs (2,123,158) (1,228,433 Administrative expenses (418,329) (268,868 Other expenses (156,087) (96,555 Finance costs 7 (65,404) — Finance income 7 126,154 70,305 Fair value gain on the derivative component of convertible bonds 27 93,519 — PROFIT BEFORE TAX 6 1,068,222 868,764 Tax 10 (125,598) (91,897 PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS 942,624 776,867 DISCONTINUED OPERATION Profit for the year from a discontinued operation — 332	CONTINUING OPERATIONS			
Gross profit 2,359,747 1,651,780 Other income 4(b) 1,251,780 740,535 Selling and distribution costs (2,123,158) (1,228,433 Administrative expenses (418,329) (268,868 Other expenses (156,087) (96,555 Finance costs 7 (65,404) — Finance income 7 126,154 70,305 Fair value gain on the derivative component of convertible bonds 27 93,519 — PROFIT BEFORE TAX 6 1,068,222 868,764 Tax 10 (125,598) (91,897) PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS 942,624 776,867 DISCONTINUED OPERATION Profit for the year from a discontinued operation — 332	Revenue	4(a)	24,729,192	17,959,258
Other income 4(b) 1,251,780 740,535 Selling and distribution costs (2,123,158) (1,228,433 Administrative expenses (418,329) (268,868 Other expenses (156,087) (96,555 Finance costs 7 (65,404) — Finance income 7 126,154 70,305 Fair value gain on the derivative component of convertible bonds 27 93,519 — PROFIT BEFORE TAX 6 1,068,222 868,764 Tax 10 (125,598) (91,897) PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS 942,624 776,867 DISCONTINUED OPERATION Profit for the year from a discontinued operation — 332	Cost of sales		(22,369,445)	(16,307,478)
Selling and distribution costs Administrative expenses Other expen	Gross profit		2,359,747	1,651,780
Administrative expenses Other expenses Other expenses Finance costs Finance income Finance income Fair value gain on the derivative component of convertible bonds 7 PROFIT BEFORE TAX FROM CONTINUING OPERATION Profit for the year from a discontinued operation (418,329) (268,868 (156,087) (96,555 (156,087) (97,305 (156,087) (98,555 (156,087) (156,0	Other income	4(b)	1,251,780	740,535
Other expenses Finance costs Finance costs Finance income Fair value gain on the derivative component of convertible bonds PROFIT BEFORE TAX For the YEAR FROM CONTINUING OPERATIONS Profit for the year from a discontinued operation (156,087) (96,555 (65,404) - 126,154 70,305	Selling and distribution costs		(2,123,158)	(1,228,433)
Finance costs Finance income Finance income Fair value gain on the derivative component of convertible bonds PROFIT BEFORE TAX Finance income Fair value gain on the derivative component of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Finance income Fair value gain on the derivative component Of convertible bonds Fair value gain on the derivative component Of convertible bonds Fair value gain on the derivative component Of convertible bonds Fair value gain on the derivative component Of convertible bonds Fair value gain on the derivative component Of convertible bonds Fair value gain on the derivative component Of convertible bonds Fair value gain on the derivative component Of c	Administrative expenses		(418,329)	(268,868)
Finance income Fair value gain on the derivative component of convertible bonds 27 PROFIT BEFORE TAX 6 1,068,222 868,764 Tax 10 (125,598) PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS Profit for the year from a discontinued operation - 332	Other expenses		(156,087)	(96,555)
Fair value gain on the derivative component of convertible bonds 27 93,519 — PROFIT BEFORE TAX 6 1,068,222 868,764 Tax 10 (125,598) (91,897 PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS 942,624 776,867 DISCONTINUED OPERATION Profit for the year from a discontinued operation — 332			(65,404)	_
of convertible bonds 27 93,519 — PROFIT BEFORE TAX 6 1,068,222 868,764 Tax 10 (125,598) (91,897 PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS 942,624 776,867 DISCONTINUED OPERATION Profit for the year from a discontinued operation — 332		7	126,154	70,305
PROFIT BEFORE TAX 6 1,068,222 868,764 Tax 10 (125,598) (91,897 PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS 942,624 776,867 DISCONTINUED OPERATION Profit for the year from a discontinued operation - 332				
Tax 10 (125,598) (91,897) PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS 942,624 776,867 DISCONTINUED OPERATION Profit for the year from a discontinued operation - 332	of convertible bonds	2/	93,519	
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS Profit for the year from a discontinued operation - 332	PROFIT BEFORE TAX	6	1,068,222	868,764
CONTINUING OPERATIONS Profit for the year from a discontinued operation 942,624 776,867 - 332	Tax	10	(125,598)	(91,897)
DISCONTINUED OPERATION Profit for the year from a discontinued operation – 332	PROFIT FOR THE YEAR FROM			
Profit for the year from a discontinued operation – 332	CONTINUING OPERATIONS		942,624	776,867
	DISCONTINUED OPERATION			
	Profit for the year from a discontinued operation	า	-	332
PROFIT FOR THE YEAR 942,624 777,199	PROFIT FOR THE YEAR		942,624	777,199
Attributable to:	Attributable to:			
			819,167	498,596
Minority interests 123,457 278,603				
942,624 777,199			942,624	777,199

Consolidated Income Statement (continued)

Year ended 31 December 2006

		2006	2005
	Notes	RMB'000	RMB'000
DIVIDENDS	34		
Interim		99,186	71,742
Proposed final		110,118	73,450
		209,304	145,192
EARNINGS PER SHARE ATTRIBUTABLE			
TO ORDINARY EQUITY HOLDERS			
OF THE PARENT	35		
Basic			
– For profit for the year		RMB38 fen	RMB30 fen
For profit from continuing operations		RMB38 fen	RMB30 fen
For profit from continuing operations		KIVID36 IEII	MINIDOU IEII
Diluted			
– For profit for the year		RMB34 fen	N/A
 For profit from continuing operations 		RMB34 fen	N/A