



A. Prepared in accordance with PRC accounting standards

1. Profits of the Company during the year

Unit: '000 Currency: RMB

Total profit	97,115
Net profit	89,147
Net profit after deduction of extraordinary items	37,128
Profit from principal operations	136,762
Profit from other operations	12,466
Operating profit	(128,661)
Investment income	224,685
Subsidy income	2,116
Net non-operating income (expenses)	(1,025)
Net cash flow from operations	249,249
Net increase (decrease) from cash and cash equivalents	304,809

Note: The extraordinary income deducted during the Reporting Period amounted to RMB52,019,000, including gain and loss generated by disposal of long-term equity investment, fixed assets, construction in progress, intangible assets and other long-term assets being RMB(1,562,000), government subsidy of all forms being RMB1,086,000, the appropriated fund received by non-financial corporation credited into current gain and loss being RMB13,000, other non-operating income and expenses after provision for diminution in value of assets of the Company determined according to Accounting Systems for Business Enterprises being RMB600,000. Reversal of provisions for impairment in the previous years amounting to RMB65,346,000. The above items' effect index on income tax was RMB(8,799,000). The above items' effect index on minority interests was RMB(4,665,000).



Accounting Figures and Financial Highlights

A. Prepared in accordance with PRC accounting standards *(Continued)*

2. Major accounting data and business indicator for the three years ended 31 December 2006

Unit: '000
Currency: RMB

	2006	2005	Percentage increase (decrease) over last year (%)	2004
Income from principal business	885,050	854,407	3.59	667,243
Total profit	97,115	90,228	7.63	65,149
Net profit	89,147	89,701	(0.62)	62,173
Net profit after deduction of non-operating profit	37,128	72,508	(48.79)	44,651
Net cash flow arising from operating activities	249,249	182,251	36.76	(395,529)

Unit: '000
Currency: RMB

	As at 31 December 2006	As at 31 December 2005	Percentage increase (decrease) over the end of last year (%)	As at 31 December 2004
Total assets	2,766,942	2,640,845	4.77	2,734,202
Shareholders' fund (excluding minority interests)	1,347,078	1,258,237	7.06	1,174,311



Accounting Figures and Financial Highlights



A. Prepared in accordance with PRC accounting standards *(Continued)*

2. Major accounting data and business indicator for the three years ended 31 December 2006 *(Continued)*

	2006	2005	Percentage increase (decrease) over last year (%)	2004
Earning per share	0.136	0.137	(0.62)	0.095
Return on net assets (%)	6.62	7.13	(0.51)	5.29
Return on net assets after deduction of net profit of non-operation (%)	2.76	5.76	(3.00)	3.80
Net cash flow arising from operating activities per share	0.38	0.28	36.76	(0.60)

Unit: '000
Currency: RMB

	As at 31 December 2006	As at 31 December 2005	Percentage increase (decrease) over the end of last year (%)	As at 31 December 2004
Net asset value per share	2.06	1.92	7.29	1.80
Adjusted net asset value per share	2.05	1.76	16.48	1.59

Note: Total share capital of the Company remained unchanged during the year.



Accounting Figures and Financial Highlights

A. Prepared in accordance with PRC accounting standards (Continued)

3. Appendix to profit and loss statement

Unit: '000 Currency: RMB

Profit during the period	Return on net assets (%)		Earnings per share	
	Totally diluted	Weighted average	Totally diluted	Weighted average
Profit from principal operations	10.15	10.50	0.21	0.21
Operating profit	(9.55)	(9.8)	(0.20)	(0.20)
Net profit	6.62	6.84	0.14	0.14
Net profit after deduction of extraordinary items	2.76	2.85	0.06	0.06

Note: The profit data shown on the appendix to profit and loss statement is calculated in accordance with "Regulations on the Preparation and Reporting of Information Disclosure of Listed Companies No. 9" issued by China Securities Regulatory Commission.

4. Change in shareholders' fund and the reasons during the Reporting Period

Unit: '000 Currency: RMB

Item	Beginning of the year	Add	Less	End of the year	Reasons for the change
Share Capital	655,015	0	0	655,015	
Capital reserve	480,208	196	0	480,404	Increase in unsettled payment and debt restructuring
Surplus reserve	188,138	3,046	0	191,184	Provision during the year
Statutory Public Welfare funds	38,426	0	38,426	0	Transfer to surplus reserve
Unrecognized loss from investment	(6,441)	(502)		(6,943)	Loss in subsidiary
Profit before appropriation	(58,682)	89,146	3,046	27,418	Net profit for the year
Total shareholders' fund	1,258,238	91,886	3,046	1,347,078	

Accounting Figures and Financial Highlights



B. Prepared in accordance with Hong Kong Generally Accepted Accounting Principles

The following is a summary of the consolidated results of the Company for each of the five years ended 31 December 2006 and the combined proforma results of the Group for the year ended 31 December 2006 prepared on the basis that the Group's structure had been in existence from the year ended 31 December 2002.

Unit: '000 Currency: RMB

	2006	2005	2004	2003	2002
Turnover	880,973	850,817	664,640	3,866,798	1,291,425
Operating profit (loss)	(68,214)	(113,556)	(33,024)	128,087	56,156
Share of results of associated companies	230,730	257,381	222,736	126,721	111,149
Profit (loss) before taxation	105,717	100,165	69,047	147,897	113,855
Taxation	(4,160)	(3,176)	(2,368)	(2,594)	(2,448)
Profit (loss) after taxation	101,557	96,989	66,679	145,303	111,407
Minority interests	8,447	(4,228)	(1,033)	(47,890)	(12,600)
Profit (loss) attributable to shareholders	93,110	92,761	65,646	97,413	98,807
Dividends	—	—	—	—	—

Summary of the total assets and liabilities of the Company for each of the five years ended 31 December 2006

Unit: '000 Currency: RMB

	2006	2005	2004	2003	2002
Total assets	2,766,077	2,571,839	2,647,048	3,497,311	2,661,688
Total liabilities	1,346,112	1,245,511	1,416,523	2,237,363	1,545,625
Total net assets	1,419,965	1,326,328	1,230,525	1,259,948	1,116,063



Accounting Figures and Financial Highlights

C. Differences between the financial statements prepared in accordance with accounting principles generally accepted in Hong Kong (“HK GAAP”) and the accounting standards of the People’s Republic of China as applicable to the Group

The financial statements prepared under accounting principles generally accepted in Hong Kong and those accounting principles generally accepted in PRC (“PRC GAAP”) have the following differences:

Impact on the consolidated income statement

Unit: '000 Currency: RMB

	2006	2005
Profit attributable to shareholders in accordance with HK GAAP	93,110	92,761
Amortization of appraised profit of trademark	225	899
Amortization of unrecognized intangible assets	(200)	(200)
Amortization of other assets expensed in previous years	—	(847)
Share of profit of associates	(5,232)	(6,481)
Minority interests	2,136	2,088
Others	(892)	1,481
Profit attributable to shareholders in accordance with Accounting Standards for Business Enterprises in the PRC GAAP	89,147	89,701

