

GZITIC HUALING HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER, 2000

(Amounts expressed in thousands of Hong Kong dollars, except for per share data)

	<u>Notes</u>	<u>2000</u>	<u>1999</u> (Note 32)
Turnover	3	1,815,247	1,197,175
Cost of sales		<u>(1,342,884)</u>	<u>(810,950)</u>
Gross profit		472,363	386,225
Other revenues	4	19,182	50,006
Distribution costs		(217,707)	(138,393)
Administration expenses		<u>(139,820)</u>	<u>(180,718)</u>
Profit from operations		134,018	117,120
Finance cost		(35,356)	(42,916)
Share of loss of associates	15	<u>(1,742)</u>	<u>–</u>
Profit before taxation	5	96,920	74,204
Taxation	7	<u>(895)</u>	<u>(682)</u>
Profit after taxation		96,025	73,522
Minority interests		<u>(5,636)</u>	<u>(18,384)</u>
Profit attributable to shareholders	8	90,389	55,138
Appropriation to general reserve fund		(7,590)	–
Accumulated losses, beginning of year		<u>(137,751)</u>	<u>(192,889)</u>
Accumulated losses, end of year		<u><u>(54,952)</u></u>	<u><u>(137,751)</u></u>
Earnings per share – basic and diluted	10	<u><u>7.7cents</u></u>	<u><u>4.7cents</u></u>