

The following consolidated financial information is extracted from the consolidated financial statements of the Group, prepared under IAS. The consolidated financial statements have been prepared as if the current group structure had been in existence throughout the periods presented below.

Consolidated Profit and Loss Account Data

(in million, except per share data)

	2000 RMB	Year ended 31 December,			
		1999 RMB	1998 RMB	1997 RMB	1996 RMB
Operating revenue	15,178	13,300	11,849	12,821	11,386
Operating expenses	(13,996)	(11,450)	(11,259)	(10,479)	(9,271)
Operating profit	1,182	1,850	590	2,342	2,115
Share of associated companies' results	46	36	(2)	68	55
Profit on sale of long term investments	—	17	—	—	—
Profit/(loss) on sale of fixed assets	373	(19)	183	37	45
Interest income	90	107	226	239	77
Interest expense	(1,074)	(1,192)	(1,197)	(1,194)	(1,062)
Exchange gain/(loss), net	319	(427)	(366)	326	311
Other, net	(5)	(4)	(21)	115	(230)
Profit/(loss) before taxation and minority interests	931	368	(587)	1,933	1,311
Taxation	(339)	(128)	178	(538)	(392)
Minority interests	(90)	(158)	(106)	(264)	(160)
Profit/(loss) attributable to shareholders (Note 1)	502	82	(515)	1,131	759
Basic earnings/(loss) per share (Note 2)	0.15	0.02	(0.15)	0.42	0.34

Notes:

- As disclosed in Note 24 to the consolidated financial statements, during 1999, the Group changed its IAS accounting policy in respect of the recognition of aircraft overhaul expense. Such change was reflected in the consolidated financial statements on a retrospective basis with restatement of the relevant balances for the relevant prior periods.

The restatement resulted in an increase in profit attributable to shareholders for 1996 of RMB32 million; a decrease in profit attributable to shareholders for 1997 of RMB11 million; a decrease in loss attributable to shareholders for 1998 of RMB29 million; and an increase in profit attributable to shareholders for 1999 of RMB22 million.

- Basic earning per share for the year ended 31 December, 1996 are computed by dividing profit attributable to shareholders for the year by the number of shares outstanding of 2,200,000,000 shares following the Reorganisation, assuming such shares had been outstanding throughout the year. Basic earnings/(loss) per share for the four years ended 31 December, 1997, 1998, 1999 and 2000 are computed by dividing profit/(loss) attributable to shareholders for the respective years by the weighted average number of shares in issue of 2,687,111,436 shares, 3,374,178,000 shares, 3,374,178,000 shares and 3,374,178,000 shares, respectively during 1997, 1998, 1999 and 2000.

Consolidated Balance Sheet Data

(in million)

	2000	As of 31 December,			
		1999	1998	1997	1996
	RMB	RMB	RMB	RMB	RMB
Cash and cash equivalents	4,197	4,588	4,104	6,458	2,714
Other current assets	1,692	1,715	2,080	1,718	1,892
Fixed assets	23,645	24,501	23,200	21,023	16,039
Total assets	30,924	32,558	32,083	32,543	24,354
Bank and other loans, current portion	783	613	667	984	1,131
Current instalments of obligations under finance leases	1,776	2,000	1,120	1,376	778
Bank and other loans, excluding current portion	3,789	4,424	5,033	4,903	5,672
Obligations under finance leases, excluding current instalments	9,416	11,491	11,845	11,428	9,545
Shareholders' equity	8,881	8,380	8,297	8,812	2,221