

Consolidated Profit and Loss Account

For the year ended 31 December 2000

(Prepared under the PRC Accounting Standards)

	Note	2000 Rmb'000	1999 Rmb'000
Income from principal operations	3	901,522	822,082
Less: Cost of sales		(611,215)	(666,158)
Business taxes and surcharges		(5,353)	(4,082')
Principal operating profit		284,954	151,842
Less: Provision for inventories		(3,679)	(6,665)
Selling expenses		(43,434)	(30,161)
Administrative expenses		(118,913)	(153,916)
Financial expenses	4	(29,137)	(56,584)
Operating profit/(loss)		89,791	(95,484)
Add: Investment (loss)/income	5	(9,559)	36,059
Non-operating income	6	14,604	102,928
Less: Non-operating expenses	7	(5,396)	(7,821)
Profit before taxation		89,440	35,682
Less: Income tax expense	8(a)	-	-
Profit after taxation		89,440	35,682
Minority interests		(23,449)	16,465
Net profit		65,991	52,147
Add: Accumulated deficit at beginning of the year		(407,069)	(459,216)
Accumulated deficit		(341,078)	(407,069)

The notes on pages 106 to 150 form part of these accounts.