

## 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	626,350	481,900
Less: Cost of sales		(428,400)	(378,629)
Business taxes and surcharges		(3,400)	(2,854)
Principal operating profit		194,550	100,417
Less: Provision for inventories		(3,679)	(6,665)
Selling expenses		(32,744)	(19,072)
Administrative expenses		(108,194)	(115,162)
Financial expenses	4	(20,168)	(11,453)
Operating profit/(loss)		29,765	(51,935)
Add: Investment income	5	24,460	21,946
Add: Non-operating income	6	14,253	87,213
Less: Non-operating expenses	7	(2,487)	(5,077)
Profit for the year		65,991	52,147
Add: Accumulated deficit at beginning of the year		(396,759)	(448,906)
Accumulated deficit		(330,768)	(396,759)

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