

Summary of Accounting And Financial Data

1. Current year's accounting data prepared in accordance with the PRC accounting rules and regulations

	2000 RMB'000
Total profit	146,160
Net Profit	133,933
Net profit after extraordinary items*	130,979
Gross profit on sales	362,410
Other operating profit	8,015
Operating profit	136,761
Investment income	11,169
Subsidy income	622
Net non-operating expenses	(2,393)
Net cash inflows from operating activities	248,769
Net increase in cash and cash equivalents	1,336,024

*Note: After deducting the following extraordinary items: amortization of consolidation difference of RMB621,000, net loss upon disposal of fixed assets of RMB601,000, interest on capital frozen of RMB478,000, gain upon reorganisation of debts of RMB 80,000, gain on liquidation of an associated company of RMB4,005,000 and loss upon revaluation of land of RMB1,629,000.

2. Key accounting data and financial indicators prepared in accordance with the PRC accounting rules and regulations for the previous three years

	2000 RMB'000	1999 RMB'000	1998 RMB'000
Sales revenue	1,808,125	803,585	409,632
Total profit	146,160	97,485	9,527
Net profit	133,933	88,598	8,590
Total assets	3,673,565	1,926,711	1,226,550
Shareholders' equity (excluding minority interests)	2,128,315	826,000	737,402
Earnings per share (in RMB)			
- fully diluted	0.22	0.21	0.02
- weighted average	0.25	0.21	0.02
Earnings per share based on profit after extraordinary items (in RMB)			
- fully diluted	0.22	0.19	0.01
- weighted average	0.25	0.19	0.01
Net asset per share (in RMB)	3.52	1.95	1.74
Adjusted net asset per share (in RMB)	3.46	1.90	1.66
Net cash inflows from operating activities per share (in RMB)	0.41	(0.02)	(0.06)
Return on equity (%)			
- fully diluted	6.29	10.73	1.16
- weighted average	8.30	11.33	1.17

Notes: Adjusted net assets per share = (Shareholders' equity at the year end - receivables overdue over three years or more - deferred expenses - net losses on current or fixed assets pending for disposal - pre-operating expenses - long-term deferred expenses)/total number of ordinary shares in issue at the year end "Receivables" include accounts receivables, other receivables, advances to suppliers, dividend receivables, interest receivables and subsidy receivables.

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Schedule to Profit and Loss Account prepared in accordance with the Information Disclosure Compilation Rules (No. 9) of the China Securities Regulatory Commission

	Return on Equity (%)		Earnings per Share (RMB/share)	
	Fully diluted	Weighted average	Fully diluted	Weighted average
	Profit of reporting period			
Gross profit on sales	17.03	22.46	0.60	0.69
Operating profit	6.43	8.48	0.23	0.26
Net profit	6.29	8.30	0.22	0.25
Net profit after extraordinary item	6.15	8.12	0.22	0.25

Notes:

The formulae for the calculation of return on equity (ROE) on a weighted average basis is:

$$ROE = P / (E_0 + NP \div 2 + E_i \times M_i \div M_0 - E_j \times M_j \div M_0),$$

of which: P is the profit of the reporting period; NP is the net profit of the reporting period; E₀ is the net assets at the beginning of the reporting period; E_i is the increase in net assets arising from new issues of shares or conversions of loans into shares during the reporting period; E_j is the decrease in net assets arising from repurchases or cash distributions during the reporting period; M₀ is the month of the reporting period; M_i is the number of remaining months immediately following the month of increase in net assets to the last month of the reporting period; M_j is the number of remaining months immediately following the month of decrease in net assets to the last month of the reporting period.

The formula for the calculation of earnings per share on a weighted average basis is:

$$EPS = P / (S_0 + S_1 + S_i \times M_i \div M_0 - S_j \times M_j \div M_0),$$

of which: P is the profit of the reporting period; S₀ is the total number of shares at the beginning of the reporting period; S₁ is the increase in the number of shares resulting from the increase in shareholdings by funds or stock dividends issue of shares; S_i is the increase in the number of shares arising from new issues of shares or conversion of loans into shares during the reporting period; S_j is the decrease in the number of shares assets arising from repurchases or cash distributions during the reporting period; M₀ is the month of the reporting period; M_i is the number of remaining months immediately following the month of increase in shares to the last month of the reporting period; M_j is the number of remaining months immediately following the month of decrease in shares to the last month of the reporting period.

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3. Financial information prepared in accordance with the accounting principles generally accepted in Hong Kong

(1) Results

	For the year ended 31st December				
	2000	1999	1998	1997	1996
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Turnover	1,808,125	803,585	409,632	587,428	654,448
Cost of sales	<u>(1,444,005)</u>	<u>(626,834)</u>	<u>(328,520)</u>	<u>(467,842)</u>	<u>(506,616)</u>
Gross profit	364,120	176,751	81,112	119,586	147,832
Other revenues	15,134	34,096	1,963	3,474	3,316
Distribution expenses	(54,537)	(20,754)	(12,104)	(18,065)	(15,442)
Administrative expenses	(161,657)	(72,120)	(49,822)	(66,650)	(58,635)
Other operating expenses	<u>(301)</u>	<u>(2,070)</u>	<u>(3,958)</u>	<u>(3,719)</u>	<u>(4,628)</u>
Operating profit	162,759	115,903	17,191	34,626	72,443
Net interest (expenses)/income	(16,657)	(17,948)	(7,647)	8,415	19,199
Share of losses of associated company	-	(1,445)	(913)	(1,316)	(442)
Profit before taxation	146,102	96,510	8,631	41,725	91,200
Taxation	(9,944)	(8,355)	(937)	(6,733)	(13,616)
Profit after taxation	136,158	88,155	7,694	34,992	77,584
Minority interests	<u>(2,283)</u>	<u>(532)</u>	-	-	<u>(4)</u>
Profit attributable to shareholders	<u>133,875</u>	<u>87,623</u>	<u>7,694</u>	<u>34,992</u>	<u>77,580</u>
Shareholders' equity	2,129,945	827,688	733,852	726,158	691,673
Earnings per share (in RMB)	0.25	0.21	0.02	0.08	0.20
Net assets per share (in RMB)	4.00	1.95	1.73	1.71	1.63
Return on equity (%)	8.17	10.59	1.05	4.82	11.22

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(2) Consolidated net assets

	As at 31st December				
	2000	1999	1998	1997	1996
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Fixed assets	557,669	542,234	451,550	416,748	374,119
Associated company	7,100	23,891	25,395	26,451	27,618
Investments	1,105	1,105	1,198	1,198	1,021
Intangibles	925	1,125	1,325	1,525	1,725
Taxation recoverable	-	-	-	3,129	5,714
Deferred assets	-	-	22,157	22,821	14,683
Current assets	<u>3,078,047</u>	<u>1,332,437</u>	<u>699,598</u>	<u>654,054</u>	<u>708,413</u>
Current liabilities	<u>(1,435,883)</u>	<u>(1,041,259)</u>	<u>(422,751)</u>	<u>(375,768)</u>	<u>(414,930)</u>
Net current assets	1,642,164	291,178	276,847	278,286	293,483
Minority interests	(7,728)	(3,845)	-	-	(40)
Long term bank loans	<u>(71,290)</u>	<u>(28,000)</u>	<u>(44,620)</u>	<u>(24,000)</u>	<u>(26,650)</u>
Net assets	<u><u>2,129,945</u></u>	<u><u>827,688</u></u>	<u><u>733,852</u></u>	<u><u>726,158</u></u>	<u><u>691,673</u></u>

4. Compilation of financial statements

Differences in respect of profit attributable to shareholders between accounts prepared in accordance with the PRC Accounting Rules and Regulations ("PRC GAAP") and accounts prepared in accordance with the Accounting Principles Generally Accepted in Hong Kong ("HK GAAP") are set out on page 87.

5. Changes in shareholders' equity prepared in accordance with the PRC GAAP

Item	Share capital	Capital reserve	Statutory surplus reserve	Statutory public welfare fund	Undistributed profit	Total shareholders' equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At the beginning of the year	423,800	197,354	52,706	24,942	127,198	826,000
Increases during the year	180,000	1,054,800	23,855	23,855	133,933	1,416,443
Decreases during the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>114,128</u>	<u>114,128</u>
At the end of the year	<u><u>603,800</u></u>	<u><u>1,252,154</u></u>	<u><u>76,561</u></u>	<u><u>48,797</u></u>	<u><u>147,003</u></u>	<u><u>2,128,315</u></u>

(1) The increase in the surplus reserve was due to the transfer from current year's distributable profit.

(2) The increase in undistributed profit was due to the transfer of the balance from current year's distributable profit less the amounts distributed.

(3) The increase in statutory public welfare fund was due to the transfer from current years' distributable profit.