

Effect of Significant Differences Between Accounts Prepared in accordance with
the PRC Accounting Rules and Regulations and Accounts Prepared in accordance with
Accounting Principles Generally Accepted in Hong Kong

Differences between the accounts prepared under the PRC Accounting Rules and Regulations (“PRC GAAP”) and the accounts prepared under Hong Kong Generally Accepted Accounting Principles (“HK GAAP”) for the year ended 31st December 2000 are as follows:

	For the year ended 31st December 2000 Profit attributable to shareholders		As at 31st December 2000 Net assets value	
	Group Rmb'000	Company Rmb'000	Group Rmb'000	Company Rmb'000
As reported under the PRC GAAP	133,933	133,311	2,128,315	2,127,615
Equity accounting for the results/reserves of subsidiaries under the PRC GAAP	-	(72,995)	-	(101,733)
Amortisation of negative goodwill not allowed under HK GAAP	-	-	(3,731)	(3,731)
Revaluation surplus on land use right under the PRC GAAP	-	-	(4,200)	(4,200)
Reversal of amortisation of revalued land use right under the PRC GAAP	102	-	306	-
Gain on liquidation of an associated company	456	456	-	-
Capital reserve arising on consolidation under HK GAAP	-	-	9,946	-
Amortisation of long term stock investment difference over ten years under PRC GAAP	(621)	-	(699)	-
Others	<u>5</u>	<u>-</u>	<u>8</u>	<u>1</u>
As reported under HK GAAP	<u>133,875</u>	<u>60,772</u>	<u>2,129,945</u>	<u>2,017,952</u>