

XI. FINANCIAL REPORT

2. Consolidated financial statements prepared in conformity with the Hong Kong generally accepted accounting principles ("HKGAAP")

Condensed Consolidated Profit and Loss Account

| | | For the six months ended 30 June | |
|-------------------------------------|-------|-------------------------------------|--------------------------------|
| | | 2001 (Unaudited) RMB'000 | 2000 (Unaudited) RMB'000 |
| | Notes | | |
| Turnover | 2 | 571,964 | 553,211 |
| Cost of sales | | (401,310) | (400,502) |
| Gross profit | | 170,654 | 152,709 |
| Other revenues | | 8,763 | 6,511 |
| Selling expenses | | (66,599) | (54,565) |
| General and administrative expenses | | (43,421) | (40,908) |
| Other operating income/expenses | | (1,149) | (436) |
| Operating profit | 3 | 68,248 | 63,311 |
| Financial costs | | (8,783) | (10,996) |
| Profit before taxation | | 59,465 | 52,315 |
| Taxation | 4 | (8,907) | (8,958) |
| Profit after taxation | | 50,558 | 43,357 |
| Minority interest | | (35) | (48) |
| Profit attributable to shareholders | | 50,523 | 43,309 |
| Interim dividend | 12 | — | — |
| Earnings per share (RMB) | 5 | 0.118 | 0.101 |

There are no other recognised gains or losses arising during the six months ended 30 June 2000 and 2001 apart from the profit as shown above; therefore a separate statement of recognised gains and losses is not presented in these accounts.

