

2. Summary of Accounting Data and Financial Data

Main accounting data and financial indicators (Prepared in accordance with PRC Accounting Standards)

Unit: RMB

	Six months ended		Year ended
	30 June 2001	30 June 2000	31 December 2000
Net profit	(70,508,783.73)	(12,006,531.13)	2,309,672.09
Net profit after extraordinary items	(70,305,491.03)	(36,156,370.22)	(22,397,493.17)
Earnings per share	(0.157)	(0.027)	0.005
Return on net assets (%)	(6.55)	(1.04)	0.20
Net cashflow from operating activities per share	(0.075)	0.157	0.389
	30 June 2001		31 December 2000
Total assets	2,507,833,044.98		2,397,273,428.69
Gearing ratio (%)	57.03		52.11
Shareholders' funds	1,076,571,801.53		1,147,065,239.26
Net assets per share	2.39		2.55
Adjusted net assets per share	1.89		2.00

Note: Extraordinary items included:

Net non-operating losses of RMB129,070.70, loss on disposals of assets of RMB119,314.53 and amortisation of goodwill on consolidation of RMB45,092.53.

The formula is as follows:

Earnings per share = Net profit / Total number of ordinary shares at the end of the period

Return on net assets = Net profit / Shareholders' funds at the end of the period x 100%

Net assets per share = Shareholders' funds at the end of the period / Total number of ordinary shares at the end of the period

Adjusted net assets per share = (Shareholders' funds at the end of the period - net accounts receivable due over 3 years - deferred expenses - net loss of (current and fixed) assets pending disposal - preliminary expenses - long-term deferred expenses - negative balance of house revolving fund) / Total number of ordinary shares at the end of the period

APPENDIX TO PROFIT AND LOSS ACCOUNT

Items	Profit during the period (RMB)	Return on new assets (%)		Earning per share (RMB)	
		Diluted	Weighted average	Diluted	Weighted average
Profit from principal operations	26,864,668.67	2.50	2.50	0.06	0.06
Operating profit	(71,341,522.69)	(6.63)	(6.63)	(0.159)	(0.159)
Net profit	(70,508,783.73)	(6.55)	(6.55)	(0.157)	(0.157)
Net profit after extraordinary items	(70,305,491.03)	(6.53)	(6.53)	(0.156)	(0.156)

The formulas of fully diluted return on net assets and earnings per share are as follows:

Fully diluted return on net assets = profit for the period / Net assets at the end of the period

Fully diluted earnings per share = profit for the period / total number of shares at the end of the period

The formula of weighed average return on net assets (ROE) is as follows:

$$ROE = P / (E_o + NP / 2 + E_i \times M_i / M_o - E_j \times M_j / M_o)$$

Of which, P represents profit for the reporting period; NP represents net profit for the reporting period; E_o represents net assets at the beginning of the period; E_i represents increase in net assets from issue of new shares or debentures converting to shares for the reporting period; E_j represents decrease in net assets from share repurchase or cash bonus for the reporting period; M_o represents the number of months during the period ; M_i represents the number of months from the next month of increase in net assets to the end of the reporting period; M_j represents the number of months from the next month of decrease in net assets to the end of the reporting period.

The formula of weighted average earnings per shares (EPS) is as follows:

$$EPS = P / (S_o + S_1 + S_i \times M_i / M_o - S_j \times M_j / M_o)$$

Of which, P represents profit for the reporting period; S_o represents total number of shares at the beginning of the period; S₁ represents increase in number of shares owing to conversion of surplus reserve to share capital or dividend distribution; S_i represents increase in number of shares owing to issue of new shares or conversion of debentures to shares during the period; S_j represents decrease in number of shares owing to share repurchase or reduction of shares during the period; M_o represents the number of months during the period; M_i represents the number of months from the next month of increase in shares to the end of the reporting period; M_j represents the number of months from the next month of decrease in shares to the end of the reporting period.