

SUMMARY OF FINANCIAL AND OPERATING RESULTS

1. KEY ACCOUNTING DATA FOR THE YEAR ENDED 31 DECEMBER 2001 PREPARED IN ACCORDANCE WITH PRC ACCOUNTING STANDARDS (AUDITED)

Items	2001 <i>RMB</i>
Profit before taxation	97,258,568
Profit after taxation	80,896,146
Profit after taxation and extraordinary items	80,896,146
Profit from principal operations	325,895,655
Profit from other operations	4,898,672
Operating profit	98,608,665
Investment gain	3,035,148
Allowance	-
Non-operating income/(loss)	(4,385,246)
Net cash flow from operating activities	(13,715,212)
Net increase in cash and cash equivalents	337,804,323

2. FINANCIAL SUMMARY

The following is a summary of the profit and loss accounts and balance sheets for the five years ended 31 December 2001 prepared (i) in accordance with Hong Kong Generally Accepted Accounting Principles ("HKGAAP"); and (ii) in accordance with PRC accounting standards, respectively.

(I) IN ACCORDANCE WITH HKGAAP (AUDITED)

Profit and loss accounts

	2001	2000	1999	1998	1997
	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>
Turnover	1,099,289,000	1,044,073,000	950,661,000	973,884,000	915,631,000
Profit before taxation	98,097,000	83,404,000	68,268,000	65,027,000	96,102,000
Taxation	(16,307,000)	(15,512,000)	(10,400,000)	(10,239,000)	(14,966,000)
Profit after taxation	81,790,000	67,892,000	57,868,000	54,788,000	81,136,000

Minority interests	(44,000)	(66,000)	(30,000)	-	-
Profit attributable to shareholders	81,746,000	67,826,000	57,838,000	54,788,000	81,136,000

Balance sheets

	2001	2000	1999	1998	1997
	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>
Total assets	1,837,248,000	1,354,079,000	1,377,136,000	1,305,449,000	1,249,279,000
Total liabilities	452,432,000	387,341,000	461,131,000	433,098,000	401,629,000
Net assets	1,384,816,000	966,738,000	916,005,000	872,351,000	847,650,000

The total liabilities and net assets from 1997 to 2000 were restated with the effect of adopting Statement of Standard Accounting Practice 9 (revised) issued by the Hong Kong Society of Accountants.

(II) IN ACCORDANCE WITH PRC ACCOUNTING STANDARDS (AUDITED)

	2001	2000	1999	1998	1997
	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>
Income from principal operations	1,099,258,491	1,044,072,799	950,661,234	973,884,000	915,631,000
Profit after taxation	80,896,146	69,119,387	63,609,740	52,783,000	84,465,000
Total assets	1,836,720,321	1,362,726,773	1,384,267,611	1,300,588,000	1,217,366,000
Shareholders' equity (excluding minority interests)	1,340,523,930	925,696,192	890,784,569	849,905,000	805,843,000
Earnings per share					
Fully diluted	0.177	0.162	0.149	0.124	0.198
Weighted average	0.185	0.162	0.149	0.124	0.200
Net assets per share	2.931	2.166	2.080	1.990	1.890
Adjusted net assets per share	2.931	2.166	2.060	1.990	1.890
Net cash flow from operating activities per share	(0.030)	0.392	0.120	0.170	-
Return on equity (%)	6.030	7.470	7.140	6.210	10.500

(III) APPENDIX TO THE PROFIT AND LOSS ACCOUNTS PREPARED IN ACCORDANCE WITH PRC ACCOUNTING STANDARDS (AUDITED)

Reported Profit	Return on equity (%)				Earnings per share (RMB)			
	Fully diluted		Weighted average		Fully diluted		Weighted average	
	2001	2000	2001	2000	2001	2000	2001	2000
Profit from principal operations	24.31	32.65	26.95	33.28	0.713	0.707	0.746	0.707
Operating profit	7.35	9.34	9.00	9.52	0.216	0.202	0.226	0.202
Profit after taxation	6.03	7.47	7.44	7.61	0.177	0.162	0.185	0.162
Profit after taxation and extraordinary items	6.03	7.47	7.44	7.61	0.177	0.162	0.185	0.162

There has been no change in the share capital of the Company from the end of the financial year to the publication date of the announcement of the results for 2001.

3. RECONCILIATION OF NET PROFIT PREPARED IN ACCORDANCE WITH PRC ACCOUNTING STANDARDS AND HKGAAP (AUDITED)

Net profit for the year ended 31 December 2001 was RMB80,896,146 when prepared in accordance with PRC accounting standards, and net profit (profit attributable to shareholders) was RMB81,746,000 when prepared in accordance with HKGAAP.

	2001 RMB
Net profit prepared in accordance with PRC accounting standards	80,896,146
HKGAAP adjustments:	
(1) Additional depreciation charges due to revaluation on 30 September 1996	(1,837,000)
(2) Overprovision of education fund	1,109,854
(3) Overprovision of welfare expenses	1,577,000
Net profit (profit attributable to shareholders) prepared in accordance with HKGAAP	81,746,000

4. CHANGE OF SHAREHOLDERS' EQUITY UNDER PRC ACCOUNTING STANDARDS (AUDITED)

	Share capital <i>RMB</i>	Capital surplus <i>RMB</i>	Surplus reserve <i>RMB</i>	Welfare reserve <i>RMB</i>	Undistributed profit <i>RMB</i>	Shareholders' equity <i>RMB</i>
As at 1 January 2001	427,312,830	218,402,458	113,462,311	18,815,386	166,518,592	925,696,191
Increased	30,000,000	340,516,619	20,390,214	4,100,200	23,920,906	414,827,739
Decreased	-	-	-	-	-	-
As at 31 December 2001	457,312,830	558,919,077	133,852,525	22,915,586	190,439,498	1,340,523,930
Reasons for changes	Issue of additional A Shares	Premium of A Shares	Distribution of profit	Distribution of profit	Distribution of profit	Transfer