



Chapter XVI Effects of Significant Differences Between Accounts Prepared in Accordance with the PRC Accounting Standards and System and Accounts Prepared in Accordance with Accounting Principles Generally Accepted in Hong Kong

Differences between the accounts prepared under the PRC Accounting Standards and System (“PRC GAAP”) and these accounts prepared under Accounting Principles Generally Accepted in Hong Kong (“HK GAAP”) for the year ended 31st December 2002 are as follows:

	Profit attributable to shareholders For the year ended 31st December 2002		Net assets As at 31st December 2002	
	Group RMB '000	Company RMB '000	Group RMB '000	Company RMB '000
Prepared in accordance with PRC GAAP	137,685	139,068	2,271,549	2,271,483
Provision for housing allowances recognised in current year under HK GAAP	(5,411)	—	—	—
Equity accounting for the results and reserves of subsidiaries in the accounts of the Company prepared under PRC GAAP	—	(80,502)	—	(167,293)
Amortisation of negative goodwill not allowed under HK GAAP	—	—	(3,731)	(3,731)
Revaluation surplus on land use right under PRC GAAP	—	—	(4,200)	(4,200)
Surplus on revaluation over cost of investment property not recognised under PRC GAAP	—	—	4,583	4,583
Reversal of amortisation of revalued land use right under PRC GAAP	105	—	583	—
Reversal of depreciation for investment property not recognised under PRC GAAP	4,780	4,780	4,780	4,780
Capital reserve arising on consolidation under HK GAAP	—	—	9,946	—
Amortisation of long term investment difference over ten years under PRC GAAP	(621)	(1,942)	(1,942)	(1,942)
2002 proposed final dividends not recognised as dividend payable under HK GAAP	—	—	36,228	36,228
Others	198	(3)	—	—
Prepared in accordance with HK GAAP	<u>136,736</u>	<u>61,401</u>	<u>2,317,796</u>	<u>2,139,908</u>