



CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the year ended 31 December, 2003

(Prepared under International Financial Reporting Standards)

(Expressed in Renminbi)

	Note	2003 RMB'000	2002 RMB'000
Operating revenue:			
Traffic revenue		16,964,800	17,481,892
Other revenue		505,323	536,728
Total operating revenue	3	17,470,123	18,018,620
Operating expenses:			
Flight operations		7,070,031	6,732,543
Maintenance		2,588,613	2,333,419
Aircraft and traffic servicing		2,767,488	2,511,284
Promotion and sales		1,480,168	1,499,587
General and administrative		1,053,319	1,060,010
Depreciation and amortisation		2,037,971	1,839,871
Other		16,804	15,829
Total operating expenses	4	17,014,394	15,992,543
Operating profit		455,729	2,026,077
Non-operating income/(expenses):			
Share of associated companies' results		47,798	36,988
Share of jointly controlled entities' results	14	(39,495)	(3,352)
(Loss)/gain on sale of fixed assets	5	(22,217)	170,740
Interest income		13,061	52,618
Interest expense	4	(823,725)	(959,193)
Exchange loss, net		(164,443)	(175,451)
Other, net		21,682	(9,328)
Total net non-operating expenses		(967,339)	(886,978)
(Loss)/profit before taxation and minority interests	4	(511,610)	1,139,099
Taxation credit/(expense)	7	324,277	(398,227)
(Loss)/profit before minority interests		(187,333)	740,872
Minority interests		(170,934)	(165,111)
(Loss)/profit attributable to shareholders		(358,267)	575,761
Basic (loss)/earnings per share	9	RMB(0.09)	RMB0.17

The notes on pages 47 to 98 form part of these financial statements.