

# FINANCIAL AND OPERATING HIGHLIGHTS

## (1) Principal Accounting Data and Financial Highlights

1. In accordance with accounting principles generally accepted in the People's Republic of China ('the PRC') ('PRC GAAP')

Items	Unit: RMB'000
	Amount
Profit for the year	38,354
Net profit for the year	18,321
Profit excluding non-recurring items for the year	15,998
Principal operating profit	175,290
Other operating profit	(483)
Profit from operations	51,841
Investment income	(2,999)
Subsidy income	2,922
Net non-operating income	(13,410)
Cash flow from operating income	61,718
Increase in cash and cash equivalents	(28,376)

2. In accordance with accounting principles generally accepted in Hong Kong ('HK GAAP')

	Unit: RMB'000
	Amount
Profit for the year	21,282
Net profit for the year	11,001
Other operating income	6,272
Administrative expenses and distribution costs	110,228
Finance costs	6,139

# FINANCIAL AND OPERATING HIGHLIGHTS

## (2) Impact on the Consolidated Net Profits

Unit: RMB'000

Items	Net (loss) profit for the year ended 31st December,		Shareholder's equity At the beginning of the year	
	2005	2004	At the beginning of the year	At the end of the year
As per financial statements prepared under the PRC GAAP	18,321	(17,081)	504,771	531,994
Adjustments made in accordance with the HKGAAP:				
Add: Gain on Restructuring	—	—	6,294	(3,219)
Add: Donations	34	11	—	—
Add: Amortisation on deferred gain on sale and lease back transaction	201	(666)	—	—
Add: Amortisation of goodwill	2,243	—	—	2,243
Less: Gain on sale of land use right	(9,714)	—	—	—
Add: Accrual rebate for profits tax of a subsidiary	189	150	150	339
Add: Gain on deemed partial disposal of a subsidiary	(273)	—	925	(8,216)
As per financial statements prepared under the HK GAAP	11,001	(17,586)	512,140	523,141

## (3) Non-Recurring items for the year

Unit: RMB'000

Non-recurring items for the year	Amount
Loss from disposal of other assets (such as prepayments, other receivables, long-term equity investments, fixed assets, construction-in-progress, intangible assets etc.)	(1,081)
Government grants	4,286
Loss from short-term investment	(636)
Other non-operating income, net of impairment loss of assets	1,220
Impact of profits tax	(298)
Total	3,491

# FINANCIAL AND OPERATING HIGHLIGHTS

## (4) Principal Accounting Data and Financial Highlights for the Latest 5 Years

### 1. In accordance with the PRC GAAP

Unit: RMB'000

	Year 2005	Year 2004	% Increase/ Decrease	Year 2003	Year 2002	Year 2001
Turnover	672,643	469,436	43.29%	330,613	179,628	102,494
Operating profit (loss)	38,354	(9,709)	—	19,608	7,734	2,051
Net profit (loss)	18,321	(17,081)	—	15,063	6,078	2,051
Net profit after deduction of non-recurring items	15,998	7,573	111.25%	7,620	3,710	(808)
Net cash flow from operating activities	61,718	107,196	(42.43)%	93,983	(4,481)	(13,689)
	As at 31st December, 2005	As at 31st December, 2004	% Increase/ Decrease	As at 31st December, 2003	As at 31st December, 2002	As at 31st December, 2001
Total assets	1,079,184	1,125,840	(4.14)%	965,803	839,469	774,442
Shareholders' equity (excluding minority interests)	531,994	504,771	5.39%	521,841	506,778	499,034
	Year 2005	Year 2004	% Increase/ Decrease	Year 2003	Year 2002	Year 2001
Earnings per share	0.0748	(0.0697)	—	0.0610	0.025	0.008
Latest earnings per share						
Return on net assets (%)	3.44	(3.38)	—	2.89	1.2	0.41
Return on net assets after deduction of non-recurring items (%)	3.01	1.50	100.67%	1.46	0.73	(1.614)
Net cash flow from operating activities per share	0.25	0.44	(43.18)%	0.38	(0.018)	(0.05)
	As at 31st December, 2005	As at 31st December, 2004	% Increase/ Decrease	As at 31st December, 2003	As at 31st December, 2002	As at 31st December, 2001
Net assets per share	2.17	2.06	5.34%	2.13	2.07	2.04
Net assets per share after adjustment	2.17	2.06	5.34%	2.12	2.06	2.03

### 2. In accordance with the HK GAAP

Unit: RMB'000

	Year 2005	Year 2004	Year 2003	Year 2002	Year 2001
Turnover	672,643	469,436	330,613	179,628	102,494
Attributable to Equity Holders of the Parent	11,001	(17,586)	15,324	6,726	8,236
Total Assets	1,070,597	1,123,305	966,048	835,039	771,488
Total Liabilities	488,358	561,467	385,931	307,999	263,812
Equity attributable to equity holders of the parent	523,141	512,140	529,726	514,402	507,676
Earnings per share (cents)	4.5	(7.2)	6.25	2.75	3.40
Net assets per share	2.14	2.09	2.16	2.10	2.07
Return on net assets (%)	2.10	(3.45)	2.89	1.31	1.62
Net assets per share after adjustment	2.14	2.09	2.14	2.10	2.05
Net cash flow from operating activities per share	0.42	0.47	0.36	0.51	(0.03)

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**(5) Supplemental Information Disclosed According To Disclosure Requirement Set Out In Issue No.9 of “The Content and Format of Disclosure Information by Listed Companies” Issued By China Securities Supervision and Administrative Committee:**

Profit for the reporting period	Return on net assets (%)		Earnings per share	
	Full Dilutive	Weighted average	Dilutive	Weighted average
Principal operating profit	32.95	33.86	0.72	0.72
Profit from operations	9.74	10.02	0.21	0.21
Net profit for the year	3.44	3.54	0.07	0.07
Net profit excluding non-recurring items for the year	3.01	3.09	0.07	0.07

**(6) Movement in Shareholders' Equity**

**1. In accordance with the PRC GAAP**

*Unit: RMB'000*

Items	Share capital	Capital surplus	Surplus reserve	Accumulated profit (loss)	Shareholders' equity
As at 1st January, 2005	245,007	305,291	16,813	(62,340)	504,771
Increase for the year	—	8,903	—	18,320	27,223
Decrease for the year	—	—	—	—	—
As at 31st December, 2005	<u>245,007</u>	<u>314,194</u>	<u>16,813</u>	<u>(44,020)</u>	<u>531,994</u>

**2. In accordance with the HK GAAP**

*Unit: RMB'000*

Items	Share capital	Share premium	Capital surplus	Statutory surplus reserve	Included: Statutory public welfare fund	Accumulated profit (loss)	Shareholders' equity
As at 1st January, 2005	245,007	293,745	10,225	9,292	8,561	(54,690)	512,140
Increase for the year	—	—	—	—	—	11,001	11,001
Decrease for the year	—	—	—	—	—	—	—
As at 31st December, 2005	<u>245,007</u>	<u>293,745</u>	<u>10,225</u>	<u>9,292</u>	<u>8,561</u>	<u>(43,689)</u>	<u>523,141</u>