

Summary

Financial Information

Consolidated Income Statement

	Year ended 31 December			
	2002	2003	2004	2005
	(RMB'000)			
CONTINUING OPERATIONS				
REVENUE	4,667,203	5,821,800	7,308,974	9,291,232
Cost of sales	(4,018,265)	(5,017,760)	(6,171,089)	(7,779,944)
Gross profit	648,938	804,040	1,137,885	1,511,288
Other revenue and gains	54,876	66,884	385,662	52,688
Selling and distribution costs	(130,135)	(149,005)	(145,411)	(164,662)
Administrative expenses	(310,257)	(386,170)	(500,025)	(560,312)
Other operating expenses, net	(30,234)	(47,204)	(13,677)	(40,940)
Finance costs	(128,476)	(130,542)	(148,043)	(174,489)
Share of profits of associates	19,199	17,430	29,390	47,660
PROFIT BEFORE TAX	123,911	175,433	745,781	671,233
Income tax expense	(46,233)	(4,752)	(95,961)	(133,978)
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS	77,678	170,681	649,820	537,255
DISCONTINUED OPERATIONS				
Profit for the year from discontinued operations	367	464	344	–
NET PROFIT FOR THE YEAR	78,045	171,145	650,164	537,255
Attributable to:				
Equity holders of the parent	55,467	169,308	555,210	426,013
Minority interests	22,578	1,837	94,954	111,242
	78,045	171,145	650,164	537,255

The results for the years 2002, 2003 and 2004, which were extracted from the prospectus of Hunan Nonferrous Metals Corporation Limited (the “Company” or “HNC”) dated 21 March 2006, have been prepared on a combined basis as if the Company and its subsidiaries (the “Group”) had been in existence throughout those years.

Extracts from the Consolidated Balance Sheet

	As of 31 December			
	2002	2003	2004	2005
	<i>(RMB'000)</i>			
Total non-current assets	3,585,751	3,814,231	3,646,911	4,917,682
Total current assets	2,271,681	2,659,555	2,647,945	5,114,730
Total assets	5,857,432	6,473,786	6,294,856	10,032,412
Total current liabilities	3,580,053	3,164,009	3,549,567	5,234,844
Total non-current liabilities	884,961	1,373,944	874,585	1,591,694
Equity attributable to equity holders of the parent	1,141,407	1,313,938	1,421,726	1,940,768
Minority interests	251,011	621,895	448,978	1,265,106
Total equity	1,392,418	1,935,833	1,870,704	3,205,874