

2. COMPANY PROFILE

(I) Basic Information

1. Company name (in Chinese) : 東方電機股份有限公司
Chinese abbreviation : 東方電機
Company name (in English) : DONGFANG ELECTRICAL MACHINERY COMPANY LIMITED
English abbreviation : DFEM
2. Place of listing of A share : Shanghai Stock Exchange
Abbreviation of A share : G東電
of the Company
Stock code of A share : 600875
of the Company
Place of listing of H share : The Stock Exchange of Hong Kong Limited
Abbreviation of H share : Dongfang Electrical
of the Company
Stock code of H share : 1072
of the Company
3. Registered Company address : 188 Huanghe West Road, Deyang, Sichuan Province, the PRC
Registered office address : 188 Huanghe West Road, Deyang, Sichuan Province, the PRC
Postal code : 618000
Website : <http://www.dfem.com.cn>
E-mail : dsb@dfem.com.cn
4. Legal representative : Zhu Yuanchao
of the Company

5. Secretary to the Board of Directors : Gong Dan
- Representative of securities affairs : Huang Yong
- Telephone : 0838-2409358, 2412114 (General line)
- Fax : 0838-2402125
- E-mail : dsb@dfem.com.cn
- Contact address : 188 Huanghe West Road, Deyang, Sichuan Province, the PRC
6. Newspapers for disclosure of the Company's information : "China Securities Journal", "Shanghai Securities News", "Wen Wei Po", "The Standard" (in English)
- Website publishing the Interim Report designated by China Securities Regulatory Commission : <http://www.sse.com.cn>
- Address for inspection of the Interim Report : Office of the Board of Directors of the Company

(II) Major Financial Data and Indicators

1. Major Accounting Data and Indicators

Currency: RMB

	As at the end of the reporting period	As at the end of last year	Change compared with the beginning of the year (%)
Current assets (RMB '000)	7,903,460	7,705,824	2.56
Current liabilities (RMB '000)	6,621,077	6,502,423	1.82
Total assets (RMB '000)	8,732,323	8,462,083	3.19
Shareholders' equity (excluding Minority Interest) (RMB '000)	2,008,212	1,833,411	9.53
Net assets per share (RMB)	4.46	4.07	9.58
Adjusted net assets per share (RMB)	4.39	4.00	9.75

	Reporting period (Jan - Jun)	Corresponding period last year	Change as compared with the same period last year (%)
Net profit (RMB '000)	374,746	262,671	42.67
Net profit after deducting extraordinary profit and loss items (RMB '000)	370,132	235,238	57.34
Earnings per share (RMB)	0.833	0.584	42.64
Return on net assets (%)	18.66	17.55	Increased by 1.11 percentage point
Net cash flow from operating activities (RMB '000)	(633,308)	404,927	(256.40)

2. Deducting non-recurring items and amount

Unit: RMB'000

Non-recurring items	Amount
Loss incurred by long-term equity investment, fixed assets, construction in progress, intangible assets and other long-term assets	2,512
Governmental subsidies	830
Other income and expenses after deducting provision for assets impairment made under accounting regulations for the Company	130
Reverse of provision of impairment loss in previous years	1,100
Other extraordinary profit and loss items	21
Effect on income tax	20
Total	4,613

3. Reconciliation for financial statements prepared in accordance with accounting principles generally accepted in Hong Kong ("HK GAAP") and PRC accounting standards ("PRC GAAP")

Unit: RMB'000

Item	Net profit		Shareholders' equity	
	Current period	Same period last year	Opening balance	Closing balance
Prepared under PRC GAAP	374,746	262,671	1,833,411	2,008,212
Adjustments under HK GAAP:				
— Capital reserve			135,761	152,940
— Non-operating income	(7,506)	(2,774)		
— Non-operating expenses		130		
— Investment income	77	77	(805)	(728)
— Others	23		(2)	(2)
Prepared under HK GAAP	382,152	265,238	1,698,457	1,856,002