

Financial Summary



1. Financial summary prepared in accordance with Hong Kong Financial Reporting Standards (Note (a))

Income Statement	Year ended December 31,				
	2007 RMB'000	2006 RMB'000	2005 RMB'000	2004 RMB'000	2003 RMB'000
Revenue (Note (b))	76,180,448	64,826,615	37,826,486	32,959,343	23,799,474
Cost of goods sold	(57,197,509)	(43,930,699)	(25,542,555)	(22,095,880)	(16,972,503)
Gross profit	18,982,939	20,895,916	12,283,931	10,863,463	6,826,971
Selling and distribution expenses	(1,186,974)	(1,027,875)	(720,497)	(647,532)	(549,432)
General and administrative expenses	(2,789,494)	(2,466,192)	(1,489,537)	(1,220,902)	(1,047,461)
Research and development expenses	(227,982)	(116,389)	(113,381)	(132,635)	(173,359)
Other gain, net	130,757	382,261	120,720	47,656	9,246
Operating profit	14,909,246	17,667,721	10,081,236	8,910,050	5,065,965
Finance costs	(738,456)	(637,236)	(366,908)	(109,948)	(439,897)

Financial Summary *(Continued)*

	Year ended December 31,				
	2007 RMB'000	2006 RMB'000	2005 RMB'000	2004 RMB'000	2003 RMB'000
Operating profit after finance costs	14,170,790	17,030,485	9,714,328	8,800,102	4,626,068
Share of (losses)/profits of jointly controlled entities	(3,381)	(11,419)	372	(3,953)	1,193
Share of profits of associates	241,945	105,177	26,947	—	—
Profit before income tax	14,409,354	17,124,243	9,741,647	8,796,149	4,627,261
Income tax expense	(2,780,430)	(4,410,674)	(2,495,213)	(2,161,086)	(920,159)
Profit for the year	11,628,924	12,713,569	7,246,434	6,635,063	3,707,102
Attributable to:					
Equity holders of the Company	10,244,545	11,841,681	7,022,422	6,391,523	3,549,732
Minority interest	1,384,379	871,888	224,012	243,540	157,370
Total attributable profit	11,628,924	12,713,569	7,246,434	6,635,063	3,707,102
Dividends	4,131,749	2,190,177	2,364,673	1,944,778	1,060,788

Summary of the Group's consolidated total assets and total liabilities for the five years is set out below:

	As of December 31,				
	2007 RMB'000	2006 RMB'000	2005 RMB'000	2004 RMB'000	2003 RMB'000
Total assets	94,338,362	81,941,754	59,009,879	49,558,069	35,406,870
Total liabilities	33,321,593	32,675,192	24,804,985	20,752,191	15,769,532
Net assets	61,016,769	49,266,562	34,204,894	28,805,878	19,637,338

Notes:

- (a) Financial summary as of December 31, 2003, 2004 and 2005 and for the years ended have not been restated under merger accounting upon the common control combination of the Company and Baotou Aluminum Co. Limited in 2007.
- (b) Total other revenues and related cost of sales were previously classified as "net other revenues and gains" for 2003, 2004 and 2005, they were separately presented in 2006 and 2007 as part of the total revenue and cost of goods sold, respectively, in the income statement.

Financial Summary *(Continued)*

2. Financial summary prepared in accordance with the PRC accounting rules and regulations

Principal financial figures in the reporting period

Items	Year ended December 31, 2007 <i>RMB'000</i>
Operating profit	14,550,198
Total profit	14,389,867
Net profit attributable to the shareholders of the Company	10,225,058
Net profit attributable to the shareholders of the Company after excluding non-recurring items	10,113,892
Net cash flow from operating activities	11,351,781

Non-recurring items

Non-recurring items	Year ended December 31, 2007 <i>RMB'000</i>
Net losses of non-current asset disposal	(160,943)
Net gains and losses attributable by the subsidiary acquired under common control from the beginning of the period to the date of combination	538,578
Subsidy income	23,461
Net non-operating expenses other than the above items	(22,849)
Income tax impact on non-recurring items	30,980
Total	409,227

Financial Summary *(Continued)*



Principal accounting information and financial indicators at the end of two reporting periods of the Company

Principal accounting information	2007 RMB'000	Increase/(Decrease) as compared with the corresponding period in the previous year	
		2006 RMB'000	(%)
Revenue	76,180,448	64,826,615	17.51
Total profit	14,389,867	17,124,243	(15.97)
Net profit attributable to the shareholders of the Company	10,225,058	11,841,681	(13.65)
Net profit attributable to the shareholders of the Company after excluding non-recurring items	10,113,892	11,578,542	(12.65)
Basic earnings per share (RMB)	0.82	1.04	(21.15)
Diluted earnings per share (RMB)	0.82	1.04	(21.15)
Basic earnings per share after excluding non-recurring items (RMB)	0.81	1.01	(19.80)
Fully diluted rate of return on net assets (%)	17.65	26.43	(33.22)
Weighted average rate of return on net assets (%)	19.63	29.69	(33.88)
Fully diluted rate of return on net assets after excluding non-recurring items (%)	19.34	25.33	(23.65)
Weighted average rate of return on net assets after excluding non-recurring items (%)	21.51	28.46	(24.42)
Net cash flow from operating activities	11,351,781	15,011,972	(24.38)
Net cash flow from operating activities per share (RMB)	0.91	1.31	(30.53)

Financial Summary *(Continued)*

	2007 RMB'000	2006 RMB'000	Increase/(Decrease) as compared with the corresponding period in the previous year (%)
Total assets	94,338,362	81,941,754	15.13
Owners' equity (or shareholders' equity) attributable to the shareholders of the Company	57,924,660	44,795,743	29.31
Net assets to shareholders of the Company per share (RMB)	4.88	4.31	13.23



Financial Summary *(Continued)*

3. Material differences between the financial information prepared in accordance with Hong Kong Financial Reporting Standards and PRC accounting rules and regulations

Differences between domestic and overseas accounting standards

Item	Net Profit		Net Assets	
	Year ended December 31		As of December 31	
	2007	2006	2007	2006
	RMB'000	RMB'000	RMB'000	RMB'000
Prepared in accordance with PRC accounting rules and regulations	11,609,437	12,713,569	60,997,282	49,266,562
Prepared in accordance with Hong Kong Financial Reporting Standards	11,628,924	12,713,569	61,016,769	49,266,562