

# INCOME STATEMENTS

FOR THE YEARS ENDED 31ST DECEMBER, 2000 AND 1999  
(Amounts expressed in thousands of Renminbi, except per share data)

	Note	2000	1999
Sales	16	7,824,547	6,454,683
Cost of goods sold	16	<u>(6,664,093)</u>	<u>(5,270,592)</u>
Gross profit		1,160,454	1,184,091
Selling, general and administrative expenses	14,16	<u>(530,743)</u>	<u>(578,544)</u>
Operating profit		629,711	605,547
Financial expenses, net	14,16	(97,893)	(98,417)
Other (expenses) income, net		<u>(23,030)</u>	<u>9,916</u>
Profit before taxation	14	508,788	517,046
Taxation	15	<u>(161,029)</u>	<u>(170,625)</u>
Net profit		<u><u>347,759</u></u>	<u><u>346,421</u></u>
Dividends proposed	17	<u><u>134,960</u></u>	<u><u>202,440</u></u>
Earnings per share, basic (RMB)	18	<u><u>0.103</u></u>	<u><u>0.103</u></u>
Dividend per share (RMB)	17	<u><u>0.040</u></u>	<u><u>0.060</u></u>

The accompanying notes are an integral part of these financial statements.