

FINANCIAL HIGHLIGHTS

Income Statement

(Amounts expressed in thousands)

Extracted from the financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") promulgated by International Accounting Standards Board:

	For the year ended 31 December				2004 vs. 2003 Increase (Decrease)
	2004 RMB	2004 HK\$ equivalent	2004 US\$ equivalent	2003 RMB	
Sales					
Resins and Plastics	9,621,409	9,045,087	1,162,266	6,332,332	51.9%
Synthetic Rubber	2,594,692	2,439,270	313,439	1,923,773	34.9%
Basic Organic					
Chemical Products	4,859,694	4,568,598	587,051	2,700,036	80.0%
Others	864,026	812,271	104,374	517,787	66.9%
Total sales	17,939,821	16,865,226	2,167,130	11,473,928	56.4%
Cost of sales	(12,758,732)	(11,994,484)	(1,541,255)	(9,723,562)	31.2%
Gross profit	5,181,089	4,870,742	625,875	1,750,366	196.0%
Selling, general and administrative expenses	(785,300)	(738,261)	(94,864)	(721,418)	8.9%
Other operating (expenses)/ income, net	(49,035)	(46,098)	(5,923)	14,095	(447.9%)
Profit from operations	4,346,754	4,086,383	525,088	1,043,043	316.7%
Net financing costs	(89,500)	(84,139)	(10,812)	(165,936)	(46.1%)
Profit from ordinary activities					
before taxation	4,257,254	4,002,244	514,276	877,107	385.4%
Income tax expense	(1,361,395)	(1,279,847)	(164,457)	(243,222)	459.7%
Profit attributable to shareholders	2,895,859	2,722,397	349,819	633,885	356.8%

* Exchange rates used: Renminbi ("RMB") 1.00 = Hong Kong Dollar ("HK\$") 0.9401 = United States Dollar ("US\$") 0.1208 based on the exchange rates quoted by the People's Bank of China on 31 December 2004. No representation is made that RMB amounts could have been, or could be, converted into HK\$ or US\$ at that rate on 31 December 2004, or on any other date.