

# INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2004  
(Amounts in thousands, except per share data)

	Note	<u>2004</u> RMB	<u>2003</u> RMB
Turnover	3	17,939,821	11,473,928
Cost of sales		<u>(12,758,732)</u>	<u>(9,723,562)</u>
<b>Gross profit</b>		5,181,089	1,750,366
Selling, general and administrative expenses		(785,300)	(721,418)
Other operating income		44,052	73,243
Other operating expenses		<u>(93,087)</u>	<u>(59,148)</u>
<b>Profit from operations</b>		4,346,754	1,043,043
Net financing costs	4(a)	<u>(89,500)</u>	<u>(165,936)</u>
<b>Profit from ordinary activities before taxation</b>	4	4,257,254	877,107
Income tax expense	5	<u>(1,361,395)</u>	<u>(243,222)</u>
<b>Profit attributable to shareholders</b>		<u>2,895,859</u>	<u>633,885</u>
<b>Dividends attributable to the year:</b>	7		
Final dividend proposed after the balance sheet date		<u>-</u>	<u>168,700</u>
<b>Basic earnings per share</b>	8	<u>0.86</u>	<u>0.19</u>

The notes on pages 42 to 67 form part of these financial statements.