

Balance Sheet

31 December 2000

(Prepared under PRC Accounting Standards)

	Notes	2000 RMB	1999 RMB
CURRENT ASSETS			
Cash and bank balances	1	198,701,433	240,484,132
Trade debtors	2	2,918,090,253	1,426,766,400
Less: Provision for doubtful debts	2	<u>(240,724,482)</u>	<u>(173,394,247)</u>
Trade debtors, net	2	2,677,365,771	1,253,372,153
Prepayments	3	283,646,605	315,212,010
Other debtors, net of provision	3	645,999,320	341,561,438
Inventories	4	1,878,978,323	1,576,294,991
Less: Provision for inventories	4	(65,018,932)	(10,236,808)
Including: Provision for inventory in connection with the disposal of fixed assets		<u>(37,120,132)</u>	—
Inventories, net	4	1,813,959,391	1,566,058,183
Deferred expenses	5	<u>10,708,420</u>	<u>8,974,361</u>
Total current assets		<u>5,630,380,940</u>	<u>3,725,662,277</u>
LONG TERM INVESTMENTS			
Long term investment	6	356,928,111	398,243,473
Less: Provision for permanent diminution in value	6	—	—
Long term investment, net	6	<u>356,928,111</u>	<u>398,243,473</u>
FIXED ASSETS			
Cost	7	12,646,834,117	12,785,104,010
Less: accumulated depreciation	7	<u>(2,990,060,103)</u>	<u>(2,909,786,166)</u>
Net fixed assets	7	9,656,774,014	9,875,317,844
Construction in progress	8	<u>484,453,443</u>	<u>316,872,404</u>
Total fixed assets		<u>10,141,227,457</u>	<u>10,192,190,248</u>
INTANGIBLE AND OTHER ASSETS			
Intangible assets	9	1,425,527,547	1,324,440,550
Other long term assets	10	—	75,680,089
Total intangible and other assets		<u>1,425,527,547</u>	<u>1,400,120,639</u>
DEFERRED TAXATION			
Deferred tax assets		<u>3,394,265</u>	<u>1,006,547</u>
TOTAL ASSETS		<u>17,557,458,320</u>	<u>15,717,223,184</u>

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	Notes	2000 RMB	1999 RMB
CURRENT LIABILITIES			
Short term loans	11	1,899,440,000	2,259,300,000
Trade creditors	12	593,453,656	583,311,123
Advance from customers	12	127,678,436	192,345,597
Dividends payable	28	24,331,000	35,610,780
Taxes payable	13	(170,437,525)	(48,168,055)
Other creditors	12	760,633,139	437,464,206
Current portion of long term liabilities	14	1,054,391,381	107,165,988
Total current liabilities		4,289,490,087	3,567,029,639
LONG TERM LIABILITIES			
Long term loans	15	4,512,317,447	1,232,554,892
Other long term liabilities	16	3,067,784,135	4,844,412,747
Total long term liabilities		7,580,101,582	6,076,967,639
TOTAL LIABILITIES		11,869,591,669	9,643,997,278
SHAREHOLDERS' FUNDS			
Share capital	17	3,561,078,000	3,411,078,000
Capital reserve	18	2,294,138,886	1,950,731,988
Surplus reserves	19	693,730,248	693,730,248
Including: Statutory Public welfare funds	19	125,287,623	140,996,481
Accumulated (loss)/retained profits	20	(861,080,483)	17,685,670
Total shareholders' funds		5,687,866,651	6,073,225,906
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		17,557,458,320	15,717,223,184