

BALANCE SHEET

(Prepared in accordance with Generally Accepted Accounting Principles in Hong Kong)

As at 31st December, 2000 (Expressed in thousands of RMB)

	Note(s)	2000	1999
ASSETS			
Non-current assets			
Fixed assets	10b	1,384,251	1,362,391
Construction-in-progress	11	88,250	116,850
Intangible assets	12b	82,897	83,750
Long-term investments	13	53,997	49,944
Investment in subsidiaries	14	1,024,806	845,709
Investment in associated companies	15	6,496	108,308
Deferred tax assets	6,20	6,010	—
		2,646,707	2,566,952
Current assets			
Cash and cash equivalents		399,942	204,651
Short-term bank deposits		91,660	100,034
Bills receivable		5,000	2,496
Accounts receivable, net	3,16b	292,869	376,457
Deposits and prepayments	3	17,978	25,050
Other receivables	3	825,429	309,715
Dividends receivable		—	2,867
Inventories, net	17	290,781	230,553
		1,923,659	1,251,823

BALANCE SHEET(Cont'd)

(Prepared in accordance with Generally Accepted Accounting Principles in Hong Kong)

As at 31st December, 2000 (Expressed in thousands of RMB)

	<u>Note(s)</u>	<u>2000</u>	<u>1999</u>
Current liabilities			
Short-term loans	18b	975,500	875,000
Current portion of long-term loans	18b	22,716	16,430
Accounts payable	3,19	139,685	176,795
Bills payable		59,611	36,012
Advances from customers	3	40,666	34,435
Accruals		14,249	39,023
Taxes payable		22,217	31,127
Dividends payable	8	100,000	90,000
Other payables	3	274,731	71,820
		<u>1,649,375</u>	<u>1,370,642</u>
Net current assets (liabilities)		<u>274,284</u>	<u>(118,819)</u>
Total assets less current liabilities		<u>2,920,991</u>	<u>2,448,133</u>
Long-term liabilities			
Long-term loans	18b	601,042	126,610
NET ASSETS		<u>2,319,949</u>	<u>2,321,523</u>
Shareholders' equity			
Share capital	21	900,000	900,000
Reserves	22b	1,419,949	1,421,523
		<u>2,319,949</u>	<u>2,321,523</u>

The financial statements were approved by the Board of Directors on 18th April, 2001 and signed on behalf of the Board by:

Peng Zuo Yi
Director

Liu Ying Di
Director