

BALANCE SHEET

As of 31st December, 2001

| | Notes | 2000 | 2001 | |
|--|-------|----------------------|-------------------|------------------|
| | | RMB'000 (Note 45) | RMB'000 | US\$'000 |
| ASSETS | | | | |
| Non-current assets | | | | |
| Leasehold land | 4 | 174,667 | 178,479 | 21,564 |
| Property, plant and equipment | 5 | 5,685,393 | 5,947,153 | 718,551 |
| Intangible assets | 6 | 33,874 | 28,946 | 3,497 |
| Investments in subsidiaries | 7 | 751,900 | 924,012 | 111,642 |
| Investments in associates | 8 | 156,096 | 134,280 | 16,224 |
| Other long-term investments | 9 | 162,848 | 158,648 | 19,168 |
| Other long-term receivables | 10 | 99,387 | 100,452 | 12,137 |
| Deferred tax assets | 23 | 31,798 | 34,941 | 4,222 |
| Total non-current assets | | 7,095,963 | 7,506,911 | 907,005 |
| Current assets | | | | |
| Inventories | 11 | 1,419,022 | 1,255,499 | 151,693 |
| Trade receivables, net | 12 | 209,133 | 147,804 | 17,859 |
| Due from associates | 13 | 14,002 | – | – |
| Due from affiliated companies | 14 | 387,313 | 557,968 | 67,415 |
| Prepayments, deposits and other receivables, net | 16 | 185,226 | 118,045 | 14,262 |
| Cash at banks and on hand | 17 | 2,108,148 | 434,803 | 52,534 |
| Total current assets | | 4,322,844 | 2,514,119 | 303,763 |
| Total assets | | 11,418,807 | 10,021,030 | 1,210,768 |

BALANCE SHEET (Continued)

As of 31st December, 2001

| | Notes | 2000 | 2001 | |
|---|-------|----------------------|-------------------|------------------|
| | | RMB'000 (Note 45) | RMB'000 | US\$'000 |
| EQUITY AND LIABILITIES | | | | |
| Capital and reserves | | | | |
| Share capital | 18 | 2,523,755 | 2,523,755 | 304,927 |
| Reserves | 19 | 4,927,007 | 5,242,428 | 633,403 |
| Total equity | | 7,450,762 | 7,766,183 | 938,330 |
| Non-current liabilities | | | | |
| Long-term loans, net of current portion | 20 | 765,000 | 965,000 | 116,594 |
| Other non-current liabilities | 21 | 173,283 | 10,256 | 1,239 |
| Convertible bonds, net of current portion | 22 | 1,515,341 | 4,803 | 580 |
| Total non-current liabilities | | 2,453,624 | 980,059 | 118,413 |
| Current liabilities | | | | |
| Short-term bank loans | 24 | – | 62,416 | 7,541 |
| Trade payables | 25 | 490,502 | 325,099 | 39,280 |
| Due to affiliated companies | 14 | 142,022 | 80,570 | 9,734 |
| Due to parent company | 15 | 52,605 | 35,000 | 4,229 |
| Taxes payable | 26 | 490,277 | 169,806 | 20,517 |
| Dividends payable | | 830 | 45,875 | 5,543 |
| Accruals and other payables | 27 | 285,442 | 352,847 | 42,633 |
| Current portion of long-term bank loans | 20 | 52,743 | 202,157 | 24,425 |
| Current portion of convertible bonds | 22 | – | 1,018 | 123 |
| Total current liabilities | | 1,514,421 | 1,274,788 | 154,025 |
| Total equity and liabilities | | 11,418,807 | 10,021,030 | 1,210,768 |

Approved by the Board of Directors on 29th March, 2002:

SUN WEI JUN
Chairman

ZHU ZENG QING
Financial Controller (Authorised by the Board of Directors)

The accompanying notes are an integral part of this financial statement.

Translation of amounts from Renminbi ("RMB") into United States dollars ("US\$") for the convenience of readers has been made at the People's Bank of China Rate on 31st December, 2001 of US\$1.00 = RMB8.2766. No representation is made that the Renminbi amounts could have been, or could be converted into United States dollars at that rate or at any other rate.