

## Consolidated Balance Sheet

(Prepared under PRC accounting standards)

31 December 2001

ASSETS	Notes V	2001 RMB	2000 RMB
<b>CURRENT ASSETS:</b>			
Cash and balances with financial institutions	1	1,322,172,382	1,619,002,577
Short term investments	3	111,796,803	—
Bills receivable	4	878,498,188	467,651,346
Trade receivables	5	319,069,657	466,939,198
Other receivables	6	576,535,198	376,374,667
Prepayments	7	466,885,316	113,362,142
Inventories	8	1,775,084,709	2,019,327,342
Long term debt investments, current portion	9	1,600,000	4,308,000
<b>Total current assets</b>		<b>5,451,642,253</b>	<b>5,066,965,272</b>
<b>LONG TERM INVESTMENTS:</b>			
Long term equity investments	10	6,417,035	11,389,628
Long term debt investments	10	21,558,870	24,218,870
<b>Total long term investments</b>		<b>27,975,905</b>	<b>35,608,498</b>
<b>FIXED ASSETS:</b>			
Cost	11	14,964,186,811	14,443,622,756
Less: Accumulated depreciation	11	(4,790,914,536)	(4,078,670,276)
<b>Net book value</b>	11	<b>10,173,272,275</b>	<b>10,364,952,480</b>
Less: Impairment	11	(125,431,412)	(20,544,897)
<b>Net book value, net of impairment</b>	11	<b>10,047,840,863</b>	<b>10,344,407,583</b>
Construction in progress	12	315,159,819	524,278,291
<b>Total fixed assets</b>		<b>10,363,000,682</b>	<b>10,868,685,874</b>
<b>INTANGIBLE AND OTHER ASSETS:</b>			
Intangible assets	13	880,394,034	780,409,605
Long term deferred expenditure	14	—	105,600,289
<b>Total intangible and other assets</b>		<b>880,394,034</b>	<b>886,009,894</b>
<b>TOTAL ASSETS</b>		<b>16,723,012,874</b>	<b>16,857,269,538</b>

The attached notes are components of the Audited Financial Statements.

## Consolidated Balance Sheet (continued)

(Prepared under PRC accounting standards)

31 December 2001

LIABILITIES AND SHAREHOLDERS' FUNDS	Notes V	2001 RMB	2000 RMB
<b>CURRENT LIABILITIES:</b>			
Short term loans	15	985,930,885	1,398,110,315
Trade payables	16	806,247,188	698,846,377
Deposits received	17	549,656,178	213,701,727
Wages payable	18	500,175	40,071,857
Staff welfare payable		11,950,910	10,510,911
Dividend payable	41	129,106,000	129,106,000
Tax payable	19	259,548,893	258,998,116
Other taxes payable	20	16,860,319	10,534,207
Other payables	21	198,957,610	235,883,270
Accrued charges	22	235,172,949	177,148,569
Long term loans, current portion	23	246,733,508	653,320,416
<b>Total current liabilities</b>		<b>3,440,664,615</b>	<b>3,826,231,765</b>
<b>LONG TERM LIABILITIES:</b>			
Long term loans	24	837,333,288	875,162,867
Specific payables	25	485,840,000	58,920,000
Other long term liabilities	26	182,067,859	208,970,050
<b>Total long term liabilities</b>		<b>1,505,241,147</b>	<b>1,143,052,917</b>
<b>DEFERRED CREDIT</b>	<b>44</b>	<b>1,373,630,913</b>	<b>1,373,630,913</b>
<b>SHAREHOLDERS' FUNDS:</b>			
Share capital	27	6,455,300,000	6,455,300,000
Capital reserve	28	3,491,344,482	3,491,344,482
Surplus reserves	29	420,709,943	379,818,405
including: statutory public welfare fund	29	210,304,166	189,883,907
Retained profits	30	36,121,774	187,891,056
<b>Total shareholders' funds</b>		<b>10,403,476,199</b>	<b>10,514,353,943</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>		<b>16,723,012,874</b>	<b>16,857,269,538</b>

The attached notes are components of the Audited Financial Statements.

Authorised Company Representative:  
**Gu Zhanggen**  
15 April 2002

Chief Accountant:  
**Su Jiangan**  
15 April 2002

Head of Accounting Department:  
**Guang Yagan**  
15 April 2002