

## CONSOLIDATED BALANCE SHEET

	NOTES	At December 31,	
		2002 RMB'000	2001 RMB'000
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Bank balances and cash		1,544,173	1,124,806
Restricted cash	15	51,761	30,000
Bills and accounts receivable	16	802,929	694,252
Investments in securities	17	88,702	49,997
Inventories	18	576,579	439,882
Prepayments and other current assets	19	756,019	853,213
Taxes receivable		–	21,674
<b>TOTAL CURRENT ASSETS</b>		<b>3,820,163</b>	<b>3,213,824</b>
<b>MINING RIGHTS</b>	20	<b>119,231</b>	125,855
<b>LAND USE RIGHTS</b>	21	<b>618,206</b>	372,020
<b>PROPERTY, PLANT AND EQUIPMENT, NET</b>	22	<b>8,276,941</b>	7,479,755
<b>GOODWILL</b>	23	<b>51,660</b>	12,437
<b>NEGATIVE GOODWILL</b>	24	<b>(82,861)</b>	(110,481)
<b>INVESTMENTS IN SECURITIES</b>	17	<b>1,760</b>	1,760
<b>DEPOSIT MADE ON ACQUISITION OF INVESTMENTS IN SECURITIES</b>	26	<b>30,138</b>	–
<b>DEFERRED TAX ASSET</b>	27	<b>88,807</b>	87,421
<b>TOTAL ASSETS</b>		<b><u>12,924,045</u></b>	<b><u>11,182,591</u></b>

CONSOLIDATED BALANCE SHEET (Cont'd)

		At December 31,	
	NOTES	2002 RMB'000	2001 RMB'000
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Bills and accounts payable	28	602,725	636,387
Other payables and accrued expenses	29	634,790	532,874
Provision for land subsidence, restoration, rehabilitation and environmental costs	30	83,044	120,196
Amounts due to Parent Company and its subsidiary companies	36	285,308	757,387
Taxes payable		56,867	793
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,662,734</b>	<b>2,047,637</b>
<b>AMOUNTS DUE TO PARENT COMPANY AND ITS SUBSIDIARY COMPANIES – DUE AFTER ONE YEAR</b>			
	36	61,341	72,456
<b>LONG-TERM BANK BORROWING</b>	31	<b>1,200,000</b>	<b>–</b>
<b>TOTAL LIABILITIES</b>		<b>2,924,075</b>	<b>2,120,093</b>
<b>COMMITMENTS</b>	37		
<b>SHAREHOLDERS' EQUITY</b>		<b>9,995,033</b>	<b>9,060,034</b>
<b>MINORITY INTEREST</b>		<b>4,937</b>	<b>2,464</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>12,924,045</b>	<b>11,182,591</b>

The financial statements on pages 36 to 84 were approved and authorized for issue by the Board of Directors on April 11, 2003 and are signed on its behalf by:

Yang Jia Chun  
Director

Wu Yu Xiang  
Director