

B. Financial Statements Prepared under PRC Accounting Rules and Regulations

Consolidated Balance Sheet

As at 31 December 2002
(Prepared under PRC Accounting Rules and Regulations)

	Note	2002 RMB'000	2001 RMB'000
Assets			
Current assets			
Cash at bank and in hand	3	1,744,626	1,487,493
Bills receivable	4	543,670	351,376
Trade debtors	5	518,887	566,220
Other debtors	6	557,736	907,095
Advance payments	7	307,282	163,836
Inventories	8	3,273,471	2,753,210
Total current assets		6,945,672	6,229,230
Long-term investments			
Long-term equity investments	9	1,778,132	1,527,096
Fixed assets			
Fixed assets at cost	10(a)	29,855,506	24,364,455
Less: Accumulated depreciation	10(a)	(12,991,225)	(11,672,092)
Fixed assets net book value	10(a)	16,864,281	12,692,363
Construction materials	11	19,667	36,106
Construction in progress	12	890,051	4,276,591
Total fixed assets		17,773,999	17,005,060
Intangible assets	13	49,311	-
Deferred tax assets	14(c)	15,171	8,796
Total assets		26,562,285	24,770,182

The notes to the financial statements form part of these financial statements.

Consolidated Balance Sheet (continued)

As at 31 December 2002
(Prepared under PRC Accounting Rules and Regulations)

	Note	2002 RMB'000	2001 RMB'000
Liabilities and shareholders' equity			
Current liabilities			
Short-term loans	15	3,224,726	3,029,500
Bills payable	16	804,838	1,298,941
Trade creditors	16	1,176,851	760,703
Receipts in advance	16	208,168	176,492
Wages payable		54,724	38,926
Staff welfare payable		70,047	78,479
Dividend payable	18	360,000	-
Taxes payable	14(b)	253,653	89,779
Other creditors		9,968	7,052
Other payables	16	472,737	743,516
Accrued expenses	17	12,275	7,108
Current portion of long-term loans	19	777,589	1,076,541
Total current liabilities		7,425,576	7,307,037
Long-term liabilities			
Long-term loans	19	4,590,891	3,463,747
Other long-term liabilities	20	57,587	69,105
Total long-term liabilities		4,648,478	3,532,852
Total liabilities		12,074,054	10,839,889
Minority interests		366,771	357,798
Shareholders' equity			
Share capital	21	7,200,000	7,200,000
Capital reserves	22	2,856,278	2,856,278
Surplus reserves	23	3,124,730	2,942,936
of which: Statutory public welfare fund		840,019	749,122
Undistributed profits		940,452	573,281
Total shareholders' equity		14,121,460	13,572,495
Total liabilities and shareholders' equity		26,562,285	24,770,182

Approved by the Board of Directors on 26 March 2003.

Lu Yiping
Chairman

Rong Guangdao
Director

Han Zhihao
Chief Financial Officer

The notes to the financial statements form part of these financial statements.