

B. Interim Financial Statements prepared under PRC Accounting Rules and Regulations

Balance Sheets (unaudited)

	Note	The Group		The Company	
		At 30 June 2003 RMB'000	At 31 December 2002 RMB'000 (audited)	At 30 June 2003 RMB'000	At 31 December 2002 RMB'000 (audited)
Assets					
Current assets					
Cash at bank and in hand	4	2,003,385	1,744,626	1,406,913	1,227,275
Bills receivable	5	792,171	543,670	705,679	534,839
Trade debtors	6	540,941	518,887	545,890	506,049
Other debtors	7	444,773	557,736	364,905	433,623
Advance payments	8	128,842	307,282	85,197	237,240
Inventories	9	3,317,183	3,273,471	2,927,664	2,869,179
Total current assets		7,227,295	6,945,672	6,036,248	5,808,205
Long-term investments					
Long-term equity investments	10	1,851,129	1,778,132	3,071,183	2,920,199
Fixed assets					
Fixed assets at cost	11	30,989,113	29,855,506	27,676,756	26,559,764
Less: Accumulated depreciation	11	(13,844,652)	(12,991,225)	(12,415,434)	(11,642,798)
Fixed assets net book value	11	17,144,461	16,864,281	15,261,322	14,916,966
Construction materials	12	21,851	19,667	21,851	19,667
Construction in progress	13	658,393	890,051	606,674	847,121
Total fixed assets		17,824,705	17,773,999	15,889,847	15,783,754
Intangible assets	14	42,587	49,311	42,587	49,311
Deferred tax assets	15(c)	16,183	15,171	16,183	15,171
Total assets		26,961,899	26,562,285	25,056,048	24,576,640

The notes on pages 38 to 78 form part of these unaudited financial statements.

Balance Sheets *(unaudited)(continued)*

	Note	The Group		The Company	
		At 30 June	At 31 December	At 30 June	At 31 December
		2003	2002	2003	2002
		RMB'000	RMB'000	RMB'000	RMB'000
			(audited)		(audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans	16	3,620,212	3,224,726	3,208,949	2,830,045
Bills payable	17	768,276	804,838	768,055	804,497
Trade creditors	17	1,186,404	1,176,851	1,083,229	1,028,179
Receipts in advance	17	292,891	208,168	128,188	126,602
Wages payable		36,470	54,724	25,868	46,868
Staff welfare payable		66,765	70,047	32,040	31,980
Dividend payable	19	360,000	360,000	360,000	360,000
Taxes payable	15(b)	154,286	253,653	146,145	245,696
Other creditors		7,800	9,968	5,051	8,418
Other payables	17	628,376	472,737	546,905	427,468
Accrued expenses	18	16,112	12,275	9,158	8,239
Current portion of long-term loans	20	703,720	777,589	334,117	393,386
Total current liabilities		7,841,312	7,425,576	6,647,705	6,311,378
Long-term liabilities					
Long-term loans	20	4,137,121	4,590,891	3,815,203	4,143,802
Other long-term liabilities	21	51,828	57,587	-	-
Total long-term liabilities		4,188,949	4,648,478	3,815,203	4,143,802
Total liabilities		12,030,261	12,074,054	10,462,908	10,455,180
Minority interests		338,498	366,771	-	-
Shareholders' equity					
Share capital	22	7,200,000	7,200,000	7,200,000	7,200,000
Capital reserves	23	2,856,278	2,856,278	2,856,278	2,856,278
Surplus reserves	24	3,124,730	3,124,730	3,124,730	3,124,730
of which:					
Statutory public welfare fund		840,019	840,019	840,019	840,019
Undistributed profits		1,412,132	940,452	1,412,132	940,452
Total shareholders' equity		14,593,140	14,121,460	14,593,140	14,121,460
Total liabilities and shareholders' equity		26,961,899	26,562,285	25,056,048	24,576,640

The notes on pages 38 to 78 form part of these unaudited financial statements.