

BALANCE SHEET

As at 31st December 2003

| | Note | 2003 Rmb'000 | 2002 Rmb'000 |
|--|------|-----------------|-----------------|
| FIXED ASSETS | 12 | 3,277,732 | 2,967,675 |
| INVESTMENT SECURITY | | 5,000 | 5,000 |
| DEFERRED TAX ASSETS | 13 | 10,757 | — |
| CURRENT ASSETS | | | |
| Inventories | 14 | 892,759 | 877,900 |
| Trade and other receivables | 15 | 378,834 | 380,543 |
| Pledged bank deposit | | — | 3,000 |
| Bank balances and cash | | 1,346,583 | 393,056 |
| | | 2,618,176 | 1,654,499 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 16 | 1,232,816 | 1,270,845 |
| Income tax payable | | 2,170 | 1,538 |
| Short-term bank loans | 17 | 495,900 | 595,900 |
| Current portion of long-term liabilities | 20 | 277,000 | 168,946 |
| | | 2,007,886 | 2,037,229 |
| NET CURRENT ASSETS / (LIABILITIES) | | 610,290 | (382,730) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 3,903,779 | 2,589,945 |
| Financed by: | | | |
| SHARE CAPITAL | 18 | 1,063,944 | 1,063,944 |
| RESERVES | 19 | 755,082 | 600,512 |
| RETAINED EARNINGS | | | |
| Proposed final dividend | 10 | 212,789 | 85,116 |
| Other | 19 | 1,181,964 | 564,043 |
| SHAREHOLDERS' FUNDS | | 3,213,779 | 2,313,615 |
| LONG-TERM LIABILITIES | 20 | 690,000 | 276,330 |
| | | 3,903,779 | 2,589,945 |

Tang Min Wei
Director

Tu De Ling
Director