

Balance Sheet

As at 31 December 2003
(Prepared under PRC Accounting Rules and Regulations)

	Note	2003 RMB'000	2002 RMB'000
Assets			
Current assets			
Cash at bank and in hand	4	1,435,735	1,227,275
Bills receivable	5	1,203,651	534,839
Trade debtors	6	482,277	506,049
Other debtors	7	309,693	433,623
Advance payments	8	142,111	237,240
Inventories	9	2,990,532	2,869,179
Total current assets		6,563,999	5,808,205
Long-term investments			
Long-term equity investments	10	3,379,501	2,920,199
Fixed assets			
Fixed assets, at cost	11(b)	27,906,284	26,559,764
Less: Accumulated depreciation	11(b)	13,083,483	11,642,798
		14,822,801	14,916,966
Less: Provision for impairment loss on fixed assets	11(b)	24,600	-
Fixed assets net book value	11(b)	14,798,201	14,916,966
Construction materials	12	27,810	19,667
Construction in progress	13	351,480	847,121
Total fixed assets		15,177,491	15,783,754
Intangible assets	14	35,863	49,311
Deferred tax assets	15(c)	24,853	15,171
Total assets		25,181,707	24,576,640

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

Balance Sheet (continued)

As at 31 December 2003
(Prepared under PRC Accounting Rules and Regulations)

	Note	2003 RMB'000	2002 RMB'000
Liabilities and shareholders' equity			
Current liabilities			
Short-term loans	16	3,694,990	2,830,045
Bills payable	17	190,737	804,497
Trade creditors	17	1,041,587	1,028,179
Receipts in advance	17	310,961	126,602
Wages payable		43,391	46,868
Staff welfare payable		30,684	31,980
Taxes payable	15(b)	265,227	245,696
Other creditors		6,814	8,418
Other payables	17	379,518	427,468
Accrued expenses	18	13,019	8,239
Current portion of long-term loans	19	755,815	393,386
Total current liabilities		6,732,743	5,951,378
Long-term liabilities			
Long-term loans	19	2,941,948	4,143,802
Total long-term liabilities		2,941,948	4,143,802
Total liabilities		9,674,691	10,095,180
Shareholders' equity			
Share capital	21	7,200,000	7,200,000
Capital reserves	22	2,856,278	2,856,278
Surplus reserves	23	3,401,842	3,124,730
of which: Statutory public welfare fund		978,575	840,019
Undistributed profits (Including dividend declared after the balance sheet date of RMB576,000,000) (2002: approved final dividend of RMB 360,000,000)	2,29	2,048,896	1,300,452
Total shareholders' equity		15,507,016	14,481,460
Total liabilities and shareholders' equity		25,181,707	24,576,640

Approved by the Board of Directors on 26 March 2004.

Lu Yiping
Chairman

Rong Guangdao
Director and President

Han Zhihao
Chief Financial Officer

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