

Balance Sheet

As at 31 December 2003 (Prepared in accordance with PRC GAAP and regulations)

Assets	Notes	31 December 2003		31 December 2002	
		Group RMB	Company RMB	Group RMB	Company RMB
Current Assets:					
Bank balances and cash	6	2,120,038,297	1,595,877,944	1,417,085,462	1,065,118,299
Notes receivable	7	734,877,589	548,232,619	622,627,806	613,597,439
Accounts receivable	8	731,120,036	261,438,092	381,535,897	275,661,469
Other receivables	9	133,664,884	1,652,631,976	1,057,874,066	2,107,281,156
Prepayments	11	165,879,789	20,599,915	89,011,737	36,549,630
Subsidy receivables	12	187,704,983	–	164,994,765	–
Inventories	13	1,945,617,637	961,962,539	1,123,325,956	679,131,994
Deferred expenditures		14,966,645	13,870,001	6,412,719	5,136,444
Total current assets		6,033,869,860	5,054,613,086	4,862,868,408	4,782,476,431
Long-term Investments:					
Long-term equity investments	14	172,383,399	1,458,354,550	198,173,987	1,223,334,010
Fixed Assets:					
Fixed assets, cost	15	3,694,855,619	1,427,389,640	3,635,836,132	1,420,958,597
Less: Accumulated depreciation	15	1,802,715,334	584,404,702	1,586,467,593	509,851,837
Fixed assets, net book value		1,892,140,285	842,984,938	2,049,368,539	911,106,760
Less: Provision for impairment loss of fixed assets	15	61,471,947	–	61,375,205	–
Fixed assets, net value	15	1,830,668,338	842,984,938	1,987,993,334	911,106,760
Construction in progress	16	117,845,210	33,015,098	11,323,062	7,550,688
Total fixed assets		1,948,513,548	876,000,036	1,999,316,396	918,657,448
Intangible Assets and Other Assets:					
Intangible assets	17	1,073,068,727	953,917,703	318,011,667	198,209,350
Long-term deferred expenditures	18	170,955,680	43,368,194	192,565,963	66,644,180
Long-term receivables due after one year	44(5)(e)	34,000,000	–	85,602,908	51,602,908
Total intangible assets and other assets		1,278,024,407	997,285,897	596,180,538	316,456,438
Total assets		9,432,791,214	8,386,253,569	7,656,539,329	7,240,924,327

Liabilities and Shareholders' Equity	Notes	31 December 2003		31 December 2002	
		Group RMB	Company RMB	Group RMB	Company RMB
Current Liabilities:					
Short-term loans	19	858,900,000	310,000,000	960,164,036	400,000,000
Notes payable	20	1,938,635,005	1,940,688,655	942,591,729	1,075,014,036
Accounts payable	21	1,401,689,440	365,938,682	739,184,874	652,568,689
Advance from customers	22	456,523,479	414,162,842	337,665,921	300,245,037
Accrued payroll		28,064,768	9,858,676	44,211,152	30,370,421
Staff welfare payable		220,777	–	3,986,906	1,489,938
Taxes payables	23	(32,821,459)	(48,587,455)	39,849,854	62,552,141
Payable to others		5,833,042	230,783	2,944,393	2,029,317
Other payables	24	406,206,061	649,808,149	616,790,396	519,065,990
Accruals	25	221,235,587	191,113,522	211,076,574	185,670,788
Provision	26	89,556,581	89,556,581	105,031,134	105,031,134
Long-term loans due within one year	27	405,517,722	400,000,000	65,233,515	60,000,000
Total current liabilities		5,779,561,003	4,322,770,435	4,068,730,484	3,394,037,491
Long-term Liabilities:					
Long-term loans	28	544,353,852	525,000,000	714,766,571	690,000,000
Long-term payable	29	62,778,960	57,986,314	75,822,128	70,126,659
Accrued liabilities of investee enterprise	14	–	335,383,123	–	494,015,291
Total long-term liabilities		607,132,812	918,369,437	790,588,699	1,254,141,950
Total liabilities		6,386,693,815	5,241,139,872	4,859,319,183	4,648,179,441
Minority Interests		237,366,458	–	222,219,313	–
Shareholders' Equity:					
Share capital	30	992,006,563	992,006,563	992,006,563	992,006,563
Capital reserve	31	1,516,787,706	1,840,635,588	2,452,995,887	2,452,995,887
Revenue reserve	32	114,580,901	114,580,901	343,742,703	343,742,703
Including: Statutory common welfare fund		114,580,901	114,580,901	114,580,901	114,580,901
Unappropriated profits (accumulated losses)	33	184,436,195	197,890,645	(1,211,930,161)	(1,194,186,108)
Exchange difference		919,576	–	(1,814,159)	(1,814,159)
Total shareholders' equity		2,808,730,941	3,145,113,697	2,575,000,833	2,592,744,886
Total liabilities and shareholders' equity		9,432,791,214	8,386,253,569	7,656,539,329	7,240,924,327