

# CONSOLIDATED BALANCE SHEET

At 30 June 2004

	Notes	30 June 2004 RMB'000	31 December 2003 RMB'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment, net	12	<b>747,348</b>	717,464
Land use rights	13	<b>166,436</b>	168,301
Goodwill	15	<b>3,856</b>	4,063
Negative goodwill	15	<b>(182)</b>	(202)
		<b>917,458</b>	889,626
<b>Current assets</b>			
Cash and cash equivalents	16	<b>426,828</b>	413,704
Time deposits	17	<b>100,000</b>	80,000
Short term investments		<b>–</b>	90,000
Accounts receivable, net	18	<b>45,340</b>	43,539
Inventories	19	<b>3,487</b>	2,853
Prepayments, deposits and other receivables		<b>40,550</b>	9,660
Due from related parties	20	<b>121,371</b>	81,314
		<b>737,576</b>	721,070
<b>TOTAL ASSETS</b>		<b>1,655,034</b>	1,610,696

# CONSOLIDATED BALANCE SHEET (continued)

At 30 June 2004

	Notes	30 June 2004 RMB'000	31 December 2003 RMB'000
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity</b>			
Issued capital	26	473,213	473,213
Reserves		954,157	920,196
		<u>1,427,370</u>	<u>1,393,409</u>
<b>Minority interests</b>		<u>1,069</u>	<u>1,072</u>
<b>Non-current liabilities</b>			
Long term bank loan	24	128,000	128,000
Deferred income tax liabilities	25	11,503	11,503
		<u>139,503</u>	<u>139,503</u>
<b>Current liabilities</b>			
Accounts payable	21	2,642	2,225
Accrued liabilities and other payables	23	57,574	52,440
Airport fee payable	22	5,688	7,867
Deposits received		1,432	1,452
Tax payable		897	1,038
Due to related parties	20	18,859	11,690
		<u>87,092</u>	<u>76,712</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,655,034</u>	<u>1,610,696</u>

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Approved and authorised for issue by the board of directors on 22 September 2004

**Chen Wenli**  
Chairman

**Wang Zhen**  
Director and Chief Executive Officer

**Huang Qiu**  
Director and Chief Financial Officer