CONDENSED CONSOLIDATED BALANCE SHEET

AT 30 JUNE 2004

	Notes	30 June 2004 HK$'000 (unaudited)	31 December 2003 HK$'000 (audited)
NON-CURRENT ASSETS			
Investment properties	7	20,695	18,309
Property, plant and equipment	7	852,397	885,871
Intangible assets		2,156	2,657
Goodwill		66,923	68,740
Interests in associates		286,135	162,960
Investment securities		–	11,503
Deposit made on investment in an associate	8	140,094	123,862
		1,368,400	1,273,902
CURRENT ASSETS			
Amounts due from customers for contract work		5,054	7,649
Inventories		105,663	222,231
Accounts and bills receivable	9	98,382	63,518
Prepayments, deposits and other receivables		26,905	74,862
Tax recoverable		634	634
Amounts due from related companies	10	193,610	161,229
Amounts due from associates		38,100	14,914
Amounts due from a minority shareholder of a subsidiary		2,835	2,835
Pledged deposit		–	8,011
Bank balances and cash		510,766	153,305
		981,949	709,188
CURRENT LIABILITIES			
Amounts due to customers for contract work		1,315	1,917
Accounts and bills payable	11	44,535	41,840
Other payables and accrued liabilities		190,234	175,227
Tax payable		12,658	12,437
Amounts due to related companies	10	65,971	67,724
Bank borrowings	12	241,254	240,186
Provision for a compensation claim		707	707
Convertible note	13	–	200,000
		556,674	740,038

Shougang Concord International Enterprises Company Limited

CONDENSED CONSOLIDATED BALANCE SHEET (continued)

AT 30 JUNE 2004

	Notes	30 June 2004 HK$'000 (unaudited)	31 December 2003 HK$'000 (audited)
NET CURRENT ASSETS (LIABILITIES)		425,275	(30,850)
TOTAL ASSETS LESS CURRENT LIABILITIES		1,793,675	1,243,052
NON-CURRENT LIABILITIES			
Deferred tax		29,503	30,523
Loan from a shareholder		271,736	270,512
		301,239	301,035
MINORITY INTERESTS		474,531	420,032
		1,017,905	521,985
CAPITAL AND RESERVES			
Share capital	14	705,555	529,109
Reserves		312,350	(7,124)
		1,017,905	521,985