

Balance Sheet

As at 31st December 2004

| | Note | 2004 Rmb'000 |
|--|------|------------------|
| Non-current assets | | |
| Intangible assets | 13 | 21,534 |
| Fixed assets | 14 | 1,486,838 |
| Investments in subsidiaries | 15 | 1,812,275 |
| | | 3,320,647 |
| Current assets | | |
| Inventories | 18 | 487,847 |
| Accounts receivable | 19 | 238,367 |
| Trade bills receivable | 20 | 130,862 |
| Other receivables, deposits and prepayments | | 146,082 |
| Loan to a subsidiary | 21 | 30,000 |
| Due from related parties | 23 | 3,421 |
| Cash and bank balances | 25 | |
| — pledged | | 21,000 |
| — unpledged | | 460,465 |
| | | 1,518,044 |
| Current liabilities | | |
| Accounts payable | 26 | 342,352 |
| Other payables and accruals | | 290,451 |
| Trade bills payable | | 48,662 |
| Due to related parties | 23 | 268,292 |
| Due to minority shareholders of subsidiaries | 24 | 1,455 |
| Short-term bank loans | 27 | 990,000 |
| Taxation payable | | 4,993 |
| | | 1,946,205 |
| Net current liabilities | | (428,161) |
| Total assets less current liabilities | | 2,892,486 |
| 42 Financed by: | | |
| Share capital | 30 | 1,941,174 |
| Reserves | 31 | 947,616 |
| Shareholders' equity | | 2,888,790 |
| Non-current liabilities | | |
| Deferred income | 28 | 1,389 |
| Deferred taxation | 29 | 2,307 |
| | | 3,696 |
| | | 2,892,486 |

Ma Jinquan
Chairman

Yun Dajun
Director