

## CONSOLIDATED BALANCE SHEET

	NOTES	At December 31,	
		2004 RMB'000	2003 RMB'000
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Bank balances and cash		5,216,738	2,023,772
Restricted cash	16	24,877	17,521
Bills and accounts receivable	17	1,223,788	1,239,424
Inventories	18	485,429	502,028
Other loans receivable	19	850,000	100,000
Amounts due from Parent Company and its subsidiary companies	38	213,871	–
Prepayments and other current assets	20	188,296	534,473
Prepayment for land subsidence, restoration, rehabilitation and environmental costs	32	103,407	–
<b>TOTAL CURRENT ASSETS</b>		<b>8,306,406</b>	<b>4,417,218</b>
<b>MINING RIGHTS</b>	21	<b>138,617</b>	<b>112,607</b>
<b>LAND USE RIGHTS</b>	22	<b>591,718</b>	<b>604,912</b>
<b>PROPERTY, PLANT AND EQUIPMENT, NET</b>	23	<b>8,537,150</b>	<b>8,616,373</b>
<b>GOODWILL</b>	24	<b>117,392</b>	<b>93,165</b>
<b>NEGATIVE GOODWILL</b>	25	<b>(27,621)</b>	<b>(55,241)</b>
<b>INVESTMENTS IN SECURITIES</b>	27	<b>62,181</b>	<b>1,760</b>
<b>RESTRICTED CASH</b>	16	<b>36,854</b>	<b>–</b>
<b>DEPOSITS MADE ON INVESTMENTS</b>	28	<b>574,000</b>	<b>30,138</b>
<b>DEFERRED TAX ASSET</b>	29	<b>–</b>	<b>88,872</b>
<b>TOTAL ASSETS</b>		<b>18,336,697</b>	<b>13,909,804</b>

	NOTES	At December 31,	
		2004 RMB'000	2003 RMB'000
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable	30	478,281	427,608
Other payables and accrued expenses	31	1,337,565	1,174,813
Provision for land subsidence, restoration, rehabilitation and environmental costs	32	–	85,022
Amounts due to Parent Company and its subsidiary companies	38	–	369,620
Unsecured bank borrowing – due within one year	33	200,000	200,000
Taxes payable		529,265	114,903
<b>TOTAL CURRENT LIABILITIES</b>		<b>2,545,111</b>	<b>2,371,966</b>
<b>AMOUNTS DUE TO PARENT COMPANY AND ITS SUBSIDIARY COMPANIES – DUE AFTER ONE YEAR</b>	38	<b>41,057</b>	<b>50,859</b>
<b>UNSECURED BANK BORROWING – DUE AFTER ONE YEAR</b>	33	<b>200,000</b>	<b>400,000</b>
<b>DEFERRED TAX LIABILITY</b>	29	<b>23,104</b>	<b>–</b>
<b>TOTAL LIABILITIES</b>		<b>2,809,272</b>	<b>2,822,825</b>
<b>COMMITMENTS</b>	39		
<b>SHAREHOLDERS' EQUITY</b>		<b>15,523,751</b>	<b>11,083,239</b>
<b>MINORITY INTEREST</b>		<b>3,674</b>	<b>3,740</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>18,336,697</b>	<b>13,909,804</b>

The financial statements on pages 43 to 102 were approved and authorized for issue by the Board of Directors on April 25, 2005 and are signed on its behalf by:

Yang Deyu  
Director

Wu Yuxiang  
Director