

## B. Interim Financial Statements prepared under PRC Accounting Rules and Regulations

### Balance Sheets *(unaudited)*

	Note	The Group		The Company	
		At 30 June 2005 RMB'000	At 31 December 2004 RMB'000 (audited)	At 30 June 2005 RMB'000	At 31 December 2004 RMB'000 (audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash at bank and in hand	3	1,400,257	1,694,500	1,017,542	1,163,399
Bills receivable	4	1,747,986	1,708,792	1,616,395	1,556,250
Trade debtors	5	719,945	602,597	525,459	449,810
Other debtors	6	373,931	619,281	381,715	729,750
Advance payments	7	144,075	260,736	138,455	186,284
Inventories	8	4,442,741	3,727,749	3,877,385	3,216,615
<b>Total current assets</b>		<b>8,828,935</b>	<b>8,613,655</b>	<b>7,556,951</b>	<b>7,302,108</b>
<b>Long-term investments</b>					
Long-term equity investments	9	2,583,836	2,615,350	4,275,010	4,104,456
<b>Fixed assets</b>					
Fixed assets at cost	10	33,545,258	32,904,209	29,631,472	28,983,520
Less: Accumulated depreciation	10	17,002,829	16,164,713	15,101,614	14,348,615
		16,542,429	16,739,496	14,529,858	14,634,905
Less: Provision for impairment loss on fixed assets	10	58,945	58,945	58,945	58,945
Fixed assets net book value	10	16,483,484	16,680,551	14,470,913	14,575,960
Construction materials	11	25,268	20,226	25,268	20,226
Construction in progress	12	729,192	763,450	665,979	708,089
<b>Total fixed assets</b>		<b>17,237,944</b>	<b>17,464,227</b>	<b>15,162,160</b>	<b>15,304,275</b>
<b>Intangible assets</b>	13	<b>15,691</b>	<b>22,415</b>	<b>15,691</b>	<b>22,415</b>
<b>Deferred tax assets</b>	14(c)	<b>41,442</b>	<b>41,442</b>	<b>40,154</b>	<b>40,154</b>
<b>Total assets</b>		<b>28,707,848</b>	<b>28,757,089</b>	<b>27,049,966</b>	<b>26,773,408</b>

The notes on pages 49 to 88 form part of these unaudited financial statements.

**Balance Sheets** *(unaudited)(continued)*

	Note	The Group		The Company	
		At 30 June	At 31 December	At 30 June	At 31 December
		2005	2004	2005	2004
		RMB'000	RMB'000	RMB'000	RMB'000
			(audited)		(audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Short-term loans	15	3,156,841	3,742,727	2,521,602	3,034,556
Bills payable	16	40,482	274,000	9,791	94,888
Trade creditors	16	961,774	911,940	731,996	708,151
Receipts in advance	16	278,668	321,869	285,209	291,540
Wages payable		58,338	63,522	50,113	58,152
Staff welfare payable		74,455	77,798	35,378	35,909
Dividend payable	17	1,440,000	-	1,440,000	-
Taxes payable	14(b)	189,000	260,111	163,191	228,059
Other creditors		24,906	17,554	19,228	7,226
Other payables	16	344,735	484,061	318,636	421,971
Accrued expenses	18	17,757	21,399	17,757	16,839
Current portion of long-term loans	19	1,997,900	1,257,578	1,870,000	1,114,899
<b>Total current liabilities</b>		<b>8,584,856</b>	<b>7,432,559</b>	<b>7,462,901</b>	<b>6,012,190</b>
<b>Long-term liabilities</b>					
Long-term loans	19	621,941	2,014,614	474,264	1,858,937
Other long-term liabilities	20	28,792	34,551	-	-
<b>Total long-term liabilities</b>		<b>650,733</b>	<b>2,049,165</b>	<b>474,264</b>	<b>1,858,937</b>
<b>Total liabilities</b>		<b>9,235,589</b>	<b>9,481,724</b>	<b>7,937,165</b>	<b>7,871,127</b>
<b>Minority interests</b>		<b>359,458</b>	<b>373,084</b>	<b>-</b>	<b>-</b>
<b>Shareholders' equity</b>					
Share capital	21	7,200,000	7,200,000	7,200,000	7,200,000
Capital reserves	22	2,856,278	2,856,278	2,856,278	2,856,278
Surplus reserves	23	4,196,096	4,196,096	4,196,096	4,196,096
of which:					
Statutory public welfare fund		1,375,702	1,375,702	1,375,702	1,375,702
Undistributed profits		4,860,427	4,649,907	4,860,427	4,649,907
<b>Total shareholders' equity</b>		<b>19,112,801</b>	<b>18,902,281</b>	<b>19,112,801</b>	<b>18,902,281</b>
<b>Total liabilities and shareholders' equity</b>		<b>28,707,848</b>	<b>28,757,089</b>	<b>27,049,966</b>	<b>26,773,408</b>

The notes on pages 49 to 88 form part of these unaudited financial statements.