

Balance Sheet

As at 31 December 2005
(Prepared under International Financial Reporting Standards)
(Expressed in Renminbi)

	Note	2005 RMB'000	2004 RMB'000 (restated)
Non-current assets			
Property, plant and equipment	14(b)	12,755,181	13,135,978
Investment property	15	599,168	601,919
Construction in progress	16	743,452	752,116
Interests in subsidiaries	17	2,309,186	1,861,190
Interests in associates	18	2,136,488	1,838,276
Investments	19	107,658	164,772
Lease prepayments		433,357	446,987
Goodwill	20	22,415	22,415
Deferred tax assets	11(b)	23,149	47,629
Total non-current assets		19,130,054	18,871,282
Current assets			
Inventories	21	3,537,671	3,216,615
Trade debtors	22	76,159	177,146
Bills receivable	22	466,183	1,522,870
Deposits, other debtors and prepayments		290,622	433,534
Amounts due from parent companies and fellow subsidiaries	22,27	549,111	566,810
Income tax recoverable		45,374	-
Cash and cash equivalents	23	821,564	1,163,399
Total current assets		5,786,684	7,080,374
Current liabilities			
Bank loans	25	3,635,195	4,149,455
Trade creditors	26	535,739	528,901
Bills payable	26	12,428	80,634
Other creditors		512,443	514,431
Amounts due to parent companies and fellow subsidiaries	26,27	401,104	631,889
Income tax payable		-	50,276
Total current liabilities		5,096,909	5,955,586
Net current assets		689,775	1,124,788
Total assets less current liabilities carried forward		19,819,829	19,996,070

The notes on pages 90 to 138 form part of these financial statements.

Balance Sheet (continued)

As at 31 December 2005
(Prepared under International Financial Reporting Standards)
(Expressed in Renminbi)

	Note	2005 RMB '000	2004 RMB '000 <i>(restated)</i>
Total assets less current liabilities brought forward		19,819,829	19,996,070
Non-current liabilities			
Bank loans	25	1,153,235	1,858,937
Net assets		18,666,594	18,137,133
Shareholders' equity			
Share capital	28	7,200,000	7,200,000
Reserves	29	11,466,594	10,937,133
Total equity		18,666,594	18,137,133

Approved and authorised for issue by the board of directors on 24 March 2006.

Rong Guangdao

Chairman and President

Du Chongjun

Vice Chairman and Vice President

Han Zhihao

Director and Chief Financial Officer

The notes on pages 90 to 138 form part of these financial statements.