

Balance Sheet

At 31 December 2005

	Notes	2005 RMB'000	2004 RMB'000
Non-current assets			
Property, plant and equipment	16	209,699	188,322
Construction in progress	17	81,626	53,817
Intangible assets	18	35,662	36,568
Lease prepayments	20	9,128	9,436
Investment in subsidiaries	21	141,270	36,221
Other investments	22	10,504	10,504
Deferred tax assets	23(b)	12,203	11,130
		500,092	345,998
Current assets			
Inventories	24	282,631	187,319
Trade and other receivables, deposits and prepayments	25	155,606	163,594
Amount due from a fellow subsidiary		–	15,751
Current tax recoverable	23(a)	517	–
Pledged deposits	29	–	20,045
Cash and cash equivalents	26	94,401	74,452
		533,155	461,161
Current liabilities			
Bank loans	27	292,150	294,750
Trade and other payables	29	133,030	157,461
Current tax payable	23(a)	–	15,539
		425,180	467,750
Net current assets/(liabilities)		107,975	(6,589)
Total assets less current liabilities		608,067	339,409
Non-current liabilities			
Bank loans	27	110,000	–
Other loan	28	3,270	–
		113,270	–
NET ASSETS		494,797	339,409

Balance Sheet

At 31 December 2005

	Notes	2005 RMB'000	2004 RMB'000
CAPITAL AND RESERVES			
Share capital	30(b)	100,000	100,000
Reserves	30(b)	394,797	239,409
TOTAL EQUITY		494,797	339,409

Approved and authorised for issue by the board of directors on 12 April 2006

Xu Gaoming
Executive director and Chairman

Wang Jianguo
Executive director

The notes on pages 56 to 114 form part of these financial statements.