

# Consolidated Balance Sheet

(Prepared under PRC accounting standards)

31 December 2005

	Note V	31 December 2005 RMB	31 December 2004 RMB
<b>ASSETS</b>			
<b>CURRENT ASSETS:</b>			
Cash and balances with financial institutions	1	3,255,015,677	2,181,496,179
Short term investments	3	13,568,593	13,568,593
Bills receivable	4	1,931,609,265	2,233,825,798
Trade receivables	5	283,482,921	276,552,306
Other receivables	6	179,272,265	87,349,876
Prepayments	7	377,901,381	693,349,620
Inventories	8	5,199,473,669	4,754,183,701
Total current assets		11,240,323,771	10,240,326,073
<b>LONG TERM INVESTMENTS:</b>			
Long term equity investments	9	518,876,716	166,835,223
Long term debt investment	9	10,918,870	13,578,870
Total long term investments		529,795,586	180,414,093
<b>FIXED ASSETS:</b>			
Cost	10	27,919,518,755	25,423,116,672
Less: Accumulated depreciation	10	(9,411,080,281)	(7,436,723,575)
Net book value	10	18,508,438,474	17,986,393,097
Less: Impairment provision	10	(117,056,844)	(117,056,844)
Fixed assets, net	10	18,391,381,630	17,869,336,253
Construction materials	11	3,018,828,077	468,967,130
Construction in progress	12	4,727,901,749	1,843,130,392
Total fixed assets		26,138,111,456	20,181,433,775
<b>INTANGIBLE AND OTHER ASSETS:</b>			
Intangible assets	13	970,146,049	859,020,589
<b>TOTAL ASSETS</b>		<b>38,878,376,862</b>	<b>31,461,194,530</b>

The accompanying notes form an integral part of the financial statements

# Consolidated Balance Sheet (continued)

(Prepared under PRC accounting standards)

31 December 2005

	Note V	31 December 2005 RMB	31 December 2004 RMB
<b>LIABILITIES AND SHAREHOLDERS' FUNDS</b>			
<b>CURRENT LIABILITIES:</b>			
Short term loans	14	112,372,660	1,580,921,650
Bills payable	15	655,567,000	80,000,000
Short term commercial papers	16	2,000,000,000	–
Accounts payable	17	3,207,561,493	3,192,160,560
Deposits received	18	3,430,012,919	3,482,897,857
Wages payable	19	102,958,705	45,276,065
Welfares payable	20	91,069,612	62,006,866
Taxes payable	21	493,789,755	711,333,016
Other taxes payable	22	20,307,877	48,824,630
Other payables	23	488,726,535	326,017,667
Accrued charges	24	99,117,648	70,321,211
Long term loans due within a year	25	78,988,309	80,841,669
Total current liabilities		10,780,472,513	9,680,601,191
<b>LONG TERM LIABILITIES:</b>			
Long term loans	26	8,570,815,511	4,134,143,501
Specific payables	27	3,200,000	19,800,000
Other long term liabilities	28	503,984,331	114,757,600
Total long term liabilities		9,077,999,842	4,268,701,101
Total liabilities		19,858,472,355	13,949,302,292
<b>MINORITY INTERESTS</b>	29	138,188,599	76,314,528
<b>SHAREHOLDERS' FUNDS:</b>			
Share capital	30	6,455,300,000	6,455,300,000
Capital reserve	31	5,450,345,095	5,427,045,095
Surplus reserves	32	2,380,147,996	1,794,626,973
including: statutory public welfare fund	32	1,178,385,368	892,852,471
Retained profits	33	4,595,922,817	3,758,605,642
including: cash dividend proposed by directors	43	1,032,848,000	1,420,166,000
Total shareholders' funds		18,881,715,908	17,435,577,710
<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>		38,878,376,862	31,461,194,530

The accompanying notes form an integral part of the financial statements

Company Representative:

**Gu Jianguo**

11 April 2006

Chief Accountant:

**Su Jianguo**

11 April 2006

Head of Accounting Department:

**Guan Yagang**

11 April 2006