

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

Balance Sheets *(unaudited)*

	Note	The Group		The Company	
		At 30 June	At 31 December	At 30 June	At 31 December
		2006	2005	2006	2005
		RMB'000	RMB'000	RMB'000	RMB'000
Assets					
Current assets					
Cash at bank and in hand	3	793,252	1,347,237	524,967	821,564
Bills receivable	4	849,841	739,794	659,596	517,954
Trade debtors	5	846,097	544,055	592,669	390,440
Other debtors	6	479,486	567,231	419,545	673,354
Advance payments	7	173,786	148,886	159,767	111,903
Inventories	8	4,829,491	4,114,978	4,205,794	3,537,671
Total current assets		7,971,953	7,462,181	6,562,338	6,052,886
Long-term investments					
Long-term equity investments	9	2,946,128	2,794,466	4,729,525	4,563,906
Fixed assets					
Fixed assets, at cost	10	34,298,232	33,877,575	30,348,812	29,965,689
Less: Accumulated depreciation	10	18,664,292	17,756,756	16,568,919	15,775,762
		15,633,940	16,120,819	13,779,893	14,189,927
Less: Provision for impairment loss on fixed assets	10	58,945	58,945	58,945	58,945
Fixed assets net book value	10	15,574,995	16,061,874	13,720,948	14,130,982
Construction in progress	11	1,392,123	754,192	1,347,406	710,268
Total fixed assets		16,967,118	16,816,066	15,068,354	14,841,250
Intangible assets					
	12	2,243	8,967	2,243	8,967
Deferred tax assets					
	13(c)	26,922	20,238	26,922	20,238
Total assets		27,914,364	27,101,918	26,389,382	25,487,247

The notes on pages 51 to 90 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
		2006	2005	2006	2005
		RMB'000	RMB'000	RMB'000	RMB'000
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans	14	2,331,562	2,553,537	2,029,263	2,295,195
Bills payable	15	752,628	68,302	736,727	12,428
Trade creditors	15	1,191,897	988,196	617,311	596,782
Receipts in advance	15	345,663	408,245	299,432	336,105
Wages payable		11,211	11,077	5,113	5,113
Staff welfare payable		91,281	87,755	44,495	44,670
Dividend payable	16	734,024	-	731,719	-
Taxes payable	13(b)	151,145	183,320	134,260	138,176
Other creditors		20,263	25,234	17,752	18,344
Other payables	15	463,692	359,173	616,075	351,072
Accrued expenses	17	22,262	29,219	15,597	29,219
Short-term debentures payable	18	990,150	-	990,150	-
Current portion of long-term loans	19	410,986	1,373,205	400,986	1,340,000
Total current liabilities		7,516,764	6,087,263	6,638,880	5,167,104
Long-term liabilities					
Long-term loans	19	1,655,180	1,477,261	1,331,154	1,153,235
Other long-term liabilities	20	17,274	23,033	-	-
Total long-term liabilities		1,672,454	1,500,294	1,331,154	1,153,235
Total liabilities		9,189,218	7,587,557	7,970,034	6,320,339
Minority interests		305,798	347,453	-	-
Shareholders' equity					
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	4,537,022	4,537,022	4,537,022	4,537,022
Undistributed profits		3,826,048	4,573,608	3,826,048	4,573,608
Total shareholders' equity		18,419,348	19,166,908	18,419,348	19,166,908
Total liabilities and shareholders' equity		27,914,364	27,101,918	26,389,382	25,487,247

The notes on pages 51 to 90 form part of these unaudited financial statements.