

Balance Sheets

(Prepared in accordance with HKFRS)

(All amounts expressed in RMB thousands unless otherwise stated)

	Note	Group		Company	
		As at 31 December		As at 31 December	
		2006	2005	2006	2005
ASSETS					
Non-current assets					
Property, plant and equipment	7	5,098,594	5,263,964	957,531	950,038
Leasehold land and land use rights	6	676,759	660,197	68,892	65,525
Prepayment for land use rights		17,442	—	17,442	—
Intangible assets	8	232,493	379,488	78,741	79,189
Investments in subsidiaries	9	—	—	1,628,989	1,722,295
Loans to subsidiaries	9	—	—	2,759,788	2,735,123
Interest in associates	10	18,576	21,789	6,004	7,498
Deferred income tax assets	17	70,813	21,806	41,563	17,600
Available-for-sale financial assets		—	993	16,504	18,315
Other long-term assets		27,258	29,880	22,664	27,670
		6,141,935	6,378,117	5,598,118	5,623,253
Current assets					
Inventories	11	1,641,319	1,423,927	316,998	225,223
Amounts due from subsidiaries		—	—	146,509	12,314
Trade receivables	12	101,180	105,068	33,535	74,852
Bills receivable		44,979	75,213	—	2,498
Deposits, prepayments and other receivables		415,803	327,272	88,736	192,971
Pledged bank deposits	19	19,524	17,570	—	—
Cash and cash equivalents		1,213,243	1,248,291	594,700	478,090
		3,436,048	3,197,341	1,180,478	985,948
Total assets		9,577,983	9,575,458	6,778,596	6,609,201
EQUITY					
Capital and reserves attributable to the Company's shareholders					
Share capital	13	1,308,219	1,308,219	1,308,219	1,308,219
Other reserves	14	3,796,626	3,673,572	3,541,588	3,449,508
Retained earnings					
— Proposed final dividend		287,808	209,315	287,808	209,315
— Others		(145,224)	(234,716)	528,623	358,462
		5,247,429	4,956,390	5,666,238	5,325,504
Minority interests		452,294	576,686	—	—
Total equity		5,699,723	5,533,076	5,666,238	5,325,504

Balance Sheets (Continued)

(Prepared in accordance with HKFRS)

(All amounts expressed in RMB thousands unless otherwise stated)

	Note	Group		Company	
		As at 31 December		As at 31 December	
		2006	2005	2006	2005
LIABILITIES					
Non-current liabilities					
Borrowings	15	53,259	21,786	—	—
Derivative financial instruments	16	3,749	90	3,749	90
Deferred income tax liabilities	17	16,448	17,374	—	—
Long-term loan due to a shareholder	31(b)	117,131	121,053	—	—
Other financial liabilities	9(f)	31,800	—	—	—
		<u>222,387</u>	<u>160,303</u>	<u>3,749</u>	<u>90</u>
Current liabilities					
Trade payables	18	794,675	710,997	133,615	136,719
Bills payable	19	250,117	345,844	70,900	71,800
Accruals and other payables		1,766,404	1,576,309	450,760	317,709
Deposits and advance from customers		191,662	219,005	62,899	82,451
Taxes payable		51,106	61,981	—	22,044
Dividends payable		—	12,221	—	2,924
Borrowings	15	599,745	949,171	390,435	645,616
Current portion of long-term bank loans	15	2,164	6,551	—	4,344
		<u>3,655,873</u>	<u>3,882,079</u>	<u>1,108,609</u>	<u>1,283,607</u>
Total liabilities		<u>3,878,260</u>	<u>4,042,382</u>	<u>1,112,358</u>	<u>1,283,697</u>
Total equity and liabilities		<u>9,577,983</u>	<u>9,575,458</u>	<u>6,778,596</u>	<u>6,609,201</u>
Net current (liabilities)/assets		<u>(219,825)</u>	<u>(684,738)</u>	<u>71,869</u>	<u>(297,659)</u>
Total assets less current liabilities		<u>5,922,110</u>	<u>5,693,379</u>	<u>5,669,987</u>	<u>5,325,594</u>

LI Guirong
Director

SUN Yuguo
Director

The notes on pages 63 to 118 are an integral part of these consolidated financial statements.