

## Balance Sheet

At 31 December 2006

	Note	2006 RMB'000	2005 RMB'000
<b>Non-current assets</b>			
Property, plant and equipment	16	233,317	209,699
Construction in progress	17	145,594	81,626
Intangible assets	18	26,815	35,662
Lease prepayments	20	8,875	9,128
Investments in subsidiaries	21	223,930	47,100
Other investments	22	10,504	10,504
Deposits for long term investments	23	451,800	–
Deferred tax assets	24(b)	7,012	12,203
		<b>1,107,847</b>	405,922
<b>Current assets</b>			
Inventories	25	415,621	282,631
Trade and other receivables, deposits and prepayments	26	205,187	155,606
Amounts due from subsidiaries	21	195,647	94,170
Current tax recoverable	24(a)	–	517
Deposits with banks	27	442,057	–
Cash and cash equivalents	27	390,471	94,401
		<b>1,648,983</b>	627,325
<b>Current liabilities</b>			
Bank loans	28	935,000	292,150
Trade and other payables	30	238,787	133,030
Current tax payable	24(a)	8,812	–
Amounts due to subsidiaries	21	54,347	–
		<b>1,236,946</b>	425,180
<b>Net current assets</b>		<b>412,037</b>	202,145
<b>Total assets less current liabilities</b>		<b>1,519,884</b>	608,067
<b>Non-current liabilities</b>			
Bank loans	28	–	110,000
Other loan	29	3,270	3,270
		<b>3,270</b>	113,270
<b>NET ASSETS</b>		<b>1,516,614</b>	494,797

	Note	2006 RMB'000	2005 RMB'000
<b>CAPITAL AND RESERVES</b>			
Share capital	31(b)	<b>154,050</b>	100,000
Reserves		<b>1,362,564</b>	394,797
<b>TOTAL EQUITY</b>	31(b)	<b>1,516,614</b>	494,797

Approved and authorised for issue by the board of directors on 24 April 2007

**Xu Gaoming**

*Executive director and chairman*

**Wang Jianguo**

*Executive director*

The notes on pages 55 to 120 form part of these financial statements.