

Balance Sheet

(Prepared under PRC accounting standards)

31 December 2000

ASSETS	Notes V	2000 RMB	1999 RMB
CURRENT ASSETS			
Cash and balances with financial institutions		1,520,821,621	1,278,454,082
Bills receivable		434,751,346	528,405,683
Trade receivables	4	733,839,292	857,641,935
Other receivables		331,324,403	399,826,251
Less: Provisions for doubtful debts		(346,266,958)	(335,789,689)
Net receivables		718,896,737	921,678,497
Prepayments		113,362,142	193,004,870
Inventories		2,028,645,003	2,109,668,556
Less: Provisions for inventories		(74,063,041)	(74,063,041)
Inventories, net of provisions		1,954,581,962	2,035,605,515
Long term investments, current portion		4,308,000	4,308,000
Total current assets		4,746,721,808	4,961,456,647
LONG TERM INVESTMENTS			
Long term equity investments	8	273,795,005	189,250,013
Long term debt investments	8	24,218,870	31,206,870
Total long term investments		298,013,875	220,456,883
FIXED ASSETS			
Cost		14,436,127,621	13,841,375,877
Less: Accumulated depreciation		(4,074,825,364)	(3,391,369,971)
Net book value		10,361,302,257	10,450,005,906
Less: Impairments		(20,544,897)	-
Net book value, net of impairments		10,340,757,360	10,450,005,906
Construction in progress		524,278,291	634,569,307
Total fixed assets		10,865,035,651	11,084,575,213
INTANGIBLE AND OTHER ASSETS			
Intangible assets		780,409,605	798,323,030
Long term deferred expenditure		105,600,289	164,350,309
Total intangible and other assets		886,009,894	962,673,339
TOTAL ASSETS		16,795,781,228	17,229,162,082

The attached notes are a component of the Audited Financial Statements.

LIABILITIES AND SHAREHOLDERS' FUNDS	Notes V	2000 RMB	1999 RMB
CURRENT LIABILITIES			
Short term loans		1,377,110,315	1,527,924,395
Trade creditors		694,494,698	804,160,189
Deposits received		194,036,260	298,348,393
Wages payable		39,999,233	52,271,182
Staff welfare payable		10,424,234	19,969,451
Dividend payable	34	129,106,000	-
Tax payable		259,243,984	314,261,559
Other tax payable		10,533,663	12,400,526
Other creditors		231,346,348	248,311,872
Accrued charges		194,448,569	141,497,050
Long term loans, current portion		652,366,451	589,599,352
Total current liabilities		3,793,109,755	4,008,743,969
LONG TERM LIABILITIES			
Long term loans		857,991,497	1,240,545,768
Other long term liabilities		267,890,050	126,110,357
Total long term liabilities		1,125,881,547	1,366,656,125
DEFERRED CREDIT	36	1,373,630,913	1,373,630,913
SHAREHOLDERS' FUNDS			
Share capital	21	6,455,300,000	6,455,300,000
Capital reserve	22	3,491,344,482	3,491,344,482
Surplus reserves	23	379,666,632	345,065,360
including: statutory public welfare fund	23	189,833,316	172,532,680
Retained profits		176,847,899	188,421,233
Total shareholders' funds		10,503,159,013	10,480,131,075
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		16,795,781,228	17,229,162,082

The attached notes are a component of the Audited Financial Statements.

Gu Zhanggen
Director

Gao Haijian
Director