

BALANCE SHEET

As at 31st December 2004

Chongqing Iron & Steel Company Limited

	<i>Note</i>	2004 <i>Rmb'000</i>	2003 <i>Rmb'000</i>
NON CURRENT ASSETS			
Fixed assets	12	4,066,299	3,277,732
Investment security		5,000	5,000
Deferred tax assets	13	9,775	10,757
		4,081,074	3,293,489
CURRENT ASSETS			
Inventories	14	1,541,267	892,759
Trade and other receivables	15	616,661	378,834
Bank balances and cash	16	961,832	1,346,583
		3,119,760	2,618,176
CURRENT LIABILITIES			
Trade and other payables	17	1,552,631	1,232,816
Income tax payable		27,545	2,170
Short-term bank loans	18	565,900	495,900
Current portion of long-term liabilities	21	518,000	277,000
		2,664,076	2,007,886
NET CURRENT ASSETS		455,684	610,290
TOTAL ASSETS LESS CURRENT LIABILITIES		4,536,758	3,903,779



BALANCE SHEET (CONTINUED)

For the year ended 31st December 2004

Chongqing Iron & Steel Company Limited

	Note	2004 Rmb'000	2003 Rmb'000
Financed by:			
SHARE CAPITAL	19	1,063,944	1,063,944
RESERVES	20	883,785	755,082
RETAINED EARNINGS			
Proposed final dividend	10	159,592	212,789
Other	20	1,737,392	1,181,964
SHAREHOLDERS' FUNDS		3,844,713	3,213,779
LONG-TERM LIABILITIES	21	692,045	690,000
		4,536,758	3,903,779

Tang Min Wei
Director

Tu De Ling
Director