

# Consolidated Balance Sheet

At 31 December 2006

	Note	2006 RMB	2005 RMB
<b>Non-current assets</b>			
Property, plant and equipment	12	173,563,440	89,496,679
Construction in progress	13	39,501,800	12,333,721
Lease prepayments	14	29,902,292	30,566,484
Intangible assets	15	7,801,264	6,806,125
Deposits for land use right		6,112,320	—
Deferred tax assets	26	1,884,384	—
		<u>258,765,500</u>	<u>139,203,009</u>
<b>Current assets</b>			
Inventories	17	214,786,252	124,998,815
Trade and bills receivable	18	70,471,040	72,407,090
Deposits, other receivables and prepayments	19	22,431,418	26,731,532
Amounts due from related parties	31(b)(I)	21,017,425	20,297,299
Cash at bank and in hand	20	318,721,317	339,319,669
		<u>647,427,452</u>	<u>583,754,405</u>
<b>Current liabilities</b>			
Bank loans	21	167,733,123	125,000,000
Trade and bills payable	22	115,198,434	95,167,162
Other payables and accrued expenses	23	86,257,047	86,174,220
Income tax payable		2,123,531	928,539
Amounts due to related parties	31(b)(II)	26,750,838	9,147,663
Provisions	25	2,605,539	1,281,780
		<u>400,668,512</u>	<u>317,699,364</u>
<b>Net current assets</b>		<u>246,758,940</u>	<u>266,055,041</u>
<b>Total assets less current liabilities</b>		<u>505,524,440</u>	<u>405,258,050</u>
<b>NET ASSETS</b>		<u>505,524,440</u>	<u>405,258,050</u>
<b>CAPITAL AND RESERVES</b>			
Share capital	27	4,630,080	4,630,080
Reserves	27	500,894,360	400,627,970
<b>TOTAL EQUITY</b>		<u>505,524,440</u>	<u>405,258,050</u>

Approved and authorised for issue by the Board of Directors on 10 April 2007.

**Jin Yongsheng**  
Director

**Zhou Kexing**  
Director

The notes on pages 66 to 104 form part of these financial statements.