

CONSOLIDATED BALANCE SHEET

AT 31ST DECEMBER 2006

	NOTES	2006 RMB'000	2005 RMB'000
Non-current assets			
Property, plant and equipment	16	159,454	181,847
Prepaid lease payments on land use rights	17	20,332	20,283
Construction-in-progress	18	69,125	14,021
Interests in associates	19	142,649	140,624
Available-for-sale investments	20	2,728	2,728
Long-term prepayments	21	22,821	34,015
Long-term receivable	22	—	—
		417,109	393,518
Current assets			
Inventories	23	156,754	142,083
Trade and bills receivables	24	137,601	148,822
Prepaid lease payments on land use rights	17	708	1,465
Prepayment, deposits and other receivables	25	20,155	58,879
Amounts due from associates	35	5,417	3,548
Amounts due from related companies	35	2,440	1,084
Bank deposits, balances and cash	26	361,802	150,366
		684,877	506,247
Assets classified as held for sale	27	23,531	35,920
		708,408	542,167
Current liabilities			
Trade and bills payables	28	62,011	59,128
Other payables and accrued charges	25	97,589	60,964
Deposits for staff quarters	18	19,368	8,729
Amounts due to associates	35	23,889	15,504
Tax liabilities		8,809	2,140
Bank and other borrowings - amount due within one year	29	54,493	112,493
		266,159	258,958
Net current assets		442,249	283,209
Total assets less current liabilities		859,358	676,727

CONSOLIDATED BALANCE SHEET *(CONTINUED)*

AT 31ST DECEMBER 2006

	NOTES	2006 RMB'000	2005 RMB'000
Capital and reserves			
Share capital	30	400,000	400,000
Reserves		<u>320,116</u>	<u>180,939</u>
Equity attributable to equity holders of the Company		720,116	580,939
Minority interests		<u>94,014</u>	<u>82,938</u>
Total equity		814,130	663,877
Non-current liability			
Bank and other borrowings - amount due after one year	29	<u>45,228</u>	<u>12,850</u>
		<u>859,358</u>	<u>676,727</u>

The consolidated financial statements on pages 36 to 69 were approved and authorised for issue by the Board of Directors on 20th April 2007 and are signed on its behalf by :

Director
Kuo Aiching

Director
Xiong Siyun