

China Metallurgical Group Corporation

Consolidated Balance Sheet

Dec.31st, 2013

(All amounts in RMB Ten Thousand Yuan unless otherwise stated)

(English translation for reference only)

ASSETS	Notes	Dec.31st, 2013	Dec.31st, 2012
Current Assets			
Currency Fund	6(1)	3,481,756.50	3,593,859.18
Trading Financial Asset	6(2)	4,155.99	30,220.49
Notes Receivable	6(3)	1,117,396.44	1,133,197.21
Accounts Receivable	6(4)	5,265,416.88	4,692,397.42
Prepayments	6(5)	1,517,919.74	1,674,959.42
Interest Receivable	6(6)	1,167.91	602.23
Dividends Receivable	6(7)	79.16	306.85
Other Receivables	6(8)	1,413,420.98	1,407,544.44
Inventory	6(9)	10,872,705.76	11,122,589.45
Non-current Assets Due Within One Year		436,943.31	316,558.54
Other Current Assets	6(10)	143,697.75	249,136.61
Total Current Assets		24,254,660.42	24,221,371.85
Non-current Assets			
Financial Assets Available for Sale	6(11)	83,584.36	34,609.45
Held-to-maturity Investment	6(12)	2.03	2.03
Long Term Accounts Receivable	6(13)	2,034,286.43	2,349,284.07
Long Term Equity Investment	6(14)	530,837.03	360,707.93
Property for Investment	6(15)	220,444.69	198,678.35
Fixed Assets	6(16)	3,744,895.48	3,838,405.43
Project under Construction	6(17)	334,221.91	596,156.80
Project Material	6(18)	5,019.52	6,824.51
Disposal of Fixed Asset		0.00	0.00
Productive Biological Assets		0.00	0.00
Oil and Gas Assets		0.00	0.00
Invisible Assets	6(19)	1,667,393.28	1,711,870.19
Development Expenditure		0.00	0.00
Goodwill	6(20)	27,845.13	37,570.89
Long Term Deferred Expenses	6(21)	21,465.25	20,535.48
Deferred Income Tax Assets	6(22)	298,742.21	266,968.99
Other Non-current Asset	6(23)	22,814.52	5,439.48
Total Non-current Assets		8,991,551.84	9,429,055.59
TOTAL ASSETS		33,246,212.26	33,650,427.44

Legal representative:

Person in charge of accounting function:

Head of accounting department:

周文清

李强

Wang

China Metallurgical Group Corporation

Consolidated balance sheet (continued)

Dec.31st, 2013

(All amounts in RMB Ten Thousand Yuan unless otherwise stated)

(English translation for reference only)

LIABILITIES AND OWNERSHIP INTEREST	Notes	Dec.31st, 2013	Dec.31st, 2012
Current Liabilities			
Short-term Borrowing	6(24)	4,987,783.85	4,794,026.97
Transaction Financial Liabilities		0.00	0.00
Notes Payable	6(25)	761,024.65	865,840.59
Accounts Payable	6(26)	7,050,971.70	6,105,342.05
Advance Receipt	6(27)	3,569,697.58	4,052,712.69
Payroll Payable	6(28)	198,263.97	235,549.51
Tax Payable	6(29)	738,322.53	744,545.58
Interest Payable	6(30)	111,518.97	106,057.47
Division Payable	6(31)	79,850.31	47,845.71
Other Payable Items	6(32)	2,120,234.71	1,439,762.99
Non-current Liabilities Due within One Year	6(33)	1,419,951.68	1,130,358.10
Other Current Liabilities	6(34)	1,892,721.16	2,145,482.77
Total Current Liabilities		22,930,341.11	21,667,524.41
Non-current Liabilities			
Long-term Borrowing	6(35)	2,171,304.49	3,591,452.58
Payable Bonds	6(36)	2,510,606.29	2,704,826.64
Long-term Payable	6(37)	25,281.77	57,961.17
Specific Payable	6(38)	4,271.99	4,875.72
Anticipation Liabilities	6(39)	700,691.43	518,035.10
Deferred Income Tax Liabilities	6(40)	58,280.14	55,734.69
Other Non-current Liabilities	6(41)	178,910.68	164,579.84
Total Non-current Liabilities		5,649,346.78	7,097,465.74
Total Liabilities		28,579,687.90	28,764,990.15
Ownership Interest			
Paid-up Capital	6(42)	853,855.59	853,855.59
Capital Reserve	6(43)	2,115,239.40	2,573,817.69
Special Reserves	6(44)	805.49	805.48
Surplus Reserves		0.00	0.00
Undistributed Profits	6(45)	-1,259,591.88	-795,756.34
Statements		-12,873.11	-38,433.94
Parent Company		1,697,435.49	2,594,288.48
Minority Equity		2,969,088.87	2,291,148.81
Owner's Equity in Total		4,666,524.36	4,885,437.29
TOTAL LIABILITIES AND OWNERS' EQUITY		33,246,212.26	33,650,427.44

The Notes of Financial Statements in the end is a part of financial statements.

Legal representative:

Person in charge of accounting function:

Head of accounting department:

周文清

李红玉

王华

China Metallurgical Group Corporation

Consolidated Profit Statement

Fiscal Year 2013

(All amounts in RMB, ten thousand Yuan unless otherwise stated)

(English translation for reference only)

ITEM	Notes	Fiscal Year 2013	Fiscal Year 2012
I. Gross Revenue		20,718,776.88	23,188,768.53
Of Which: Operating Revenue	6(46)	20,718,776.88	23,188,768.53
II. Total Operating Cost		20,461,796.09	24,028,444.72
Of Which: Operating Costs	6(46)	17,918,806.07	20,576,356.43
Business Tax and Extra	6(47)	576,241.83	626,910.05
Selling Expenses		165,925.46	192,321.56
Management Expenses		990,033.88	1,035,186.14
Financial Expenses	6(48)	514,366.73	565,084.16
Loss from Asset Devaluation	6(49)	296,422.12	1,032,586.37
Add: Income from Changes in Fair Value	6(50)	3,935.51	22.26
Income from Investment	6(51)	34,024.11	67,086.13
Cooperative Enterprise		-12,756.27	3,739.24
III. Operating Profit		-789,789.54	-43,195.28
Add: Nonbusiness Income	6(52)	294,940.41	-772,567.81
Minus: Non-business Expenditure	6(52)	370,150.03	55,401.98
Asset		5,499.45	3,250.00
IV. Total Amount of Profit		444,401.07	-718,573.12
Minus: Income Tax Expense	6(53)	221,904.27	247,901.35
V. Net Profit		222,496.80	-966,474.47
Company		463,835.54	-501,100.72
Minority Equity and Loss		686,332.34	-465,373.75
VI. Earnings Per Share			
Basic Earnings Per Share			
Diluted Earnings Per Share			
VII. Other Comprehensive Income	6(54)	30,471.63	-21,766.16
VIII. The Total Comprehensive Income		252,968.43	-988,240.63
Owner of the Parent Company		-438,139.54	-507,836.06
Minority Shareholders		691,107.96	-480,404.57

The Notes of Financial Statements in the end is a part of financial statements.

Legal representative:

Person in charge of accounting function:

Head of accounting department:

Legal representative: [Signature]

Head of accounting department: [Signature]

China Metallurgical Group Corporation

Consolidated Statement of Cash Flow

Fiscal Year 2013

(All amounts in RMB Ten Thousand Yuan unless otherwise stated)

[English translation for reference only]

ITEM	Notes	Fiscal Year 2013	Fiscal Year 2012
I. Cash Flow Generated from Operating Activities			
Cash Generated from Sales of Goods and Rendering of Services		19,703,472.81	21,974,823.69
Refunds of Taxes		37,905.86	46,892.99
Cash Generated from Other Relevant Operating Activities	6(55)	854,173.45	480,420.77
Subtotal of Cash Inflows Generated from Operating Activities		20,595,552.12	22,502,137.45
Cash Paid for Purchase of Goods and Receiving Services		15,081,951.26	18,536,839.37
Cash Paid to Employees and Paid for Employees		1,569,140.98	1,527,924.24
Payments of Taxes		1,060,468.00	1,016,472.37
Cash Paid for Other Relevant Operating Activities	6(55)	911,944.01	925,865.90
Subtotal of Cash Outflows Generated from Operating Activities		18,623,504.25	22,007,101.88
Net Cash Flow Generated from Operating Activities	6(55)	1,972,047.87	495,035.56
II. Cash Flow Generated from Investing Activities			
Cash Received from Recovery of Investments		168,573.90	158,101.56
Cash Generated from Receiving Investment Income		27,096.99	10,702.85
Net Cash Generated from Disposal of Fixed Assets, Intangible Assets and Other Long-term Assets		66,415.80	37,951.26
Net Cash Generated from Disposal of Subsidiaries and Other Business Entity		75,392.52	0.00
Cash Received from Other Relevant Investing Activities		99,395.30	19,629.98
Subtotal of Cash Inflows Generated from Investing Activities		436,874.51	226,385.65
Cash Paid for Fixed Assets, Intangible Assets and Other Long-term Assets		337,423.80	588,797.05
Cash Paid for Investing Activities		69,387.96	150,284.32
Net Cash Received from Subsidiaries and Other Business Entity		0.00	7.12
Cash Paid for Other Relevant Investing Activities		480,012.04	102,491.48
Subtotal of Cash Outflows Generated from Investing Activities		886,823.80	841,572.86
Net Cash Flow Generated from Investing Activities		-449,949.29	-615,187.20
III. Cash Flow Generated from Financing Activities			
Cash Received from Attracting Investment		120,223.65	33,869.41
Among Which: Cash Received from Attracting Minority Shareholders' Investment from Subsidiaries		120,223.65	33,869.41
Cash Received from Borrowings		10,954,962.96	10,289,246.50
Cash Received from Other Relevant Financing Activities		77,762.48	63,969.92
Subtotal of Cash Inflows Generated from Financing Activities		11,152,949.09	10,387,085.83
Cash Paid for Repaying Debts		11,792,638.30	10,244,668.94
Cash Paid for Distribution of Dividends, Profit and Payment of Interest		971,492.37	1,110,757.18
Among Which: Cash Paid to Minority Shareholders of Dividends and Profit of Subsidiaries		115,001.18	27,771.16
Cash Paid for Other Relevant Financing Activities		15,902.42	32,848.01
Subtotal of Cash Outflows Generated from Financing Activities		12,780,033.09	11,388,274.13
Net Cash Flow Generated from Financing Activities		-1,627,084.00	-1,001,188.30
IV. Influences to Cash and Cash Equivalents Due to Changes of Exchange Rate		-11,585.26	-2,401.34
V. Net Increase of Cash and Cash Equivalents	6(55)	-116,570.68	-1,123,741.28
Add: Cash at the Beginning of the Year and Balance of Cash Equivalents	6(55)	3,359,292.72	4,483,034.00
VI. Cash at the End of the Year and Balance of Cash Equivalents	6(55)	3,242,722.05	3,359,292.72

The Notes of Financial Statements in the end is a part of financial statements.

Legal representative:

Person in charge of accounting function:

Head of accounting department:

周文清

李强

王华

China Metallurgical Group Corporation

Combining Statement of Changes in Equity

Fiscal Year 2013

(All amounts in RMB Ten Thousand Yuan unless otherwise stated)

(English text is for reference only)



ITEM	Notes	Owners' Equity Attributable to Parent Company					Minority Interests	Total Owners' Equity
		Paid-in Capital	Capital Reserve	Special Reserve	Surplus Reserve	Undistributed Profit	Transition Reserve	
I	Balance on Dec 31, 2012	853,855.59	2,573,817.69	805.49	0.00	-795,756.34	-38,433.94	4,885,437.29
	Add: Changes in Accounting Policies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Correction of Prior Period Errors	0.00	0.00	0.00	0.00	0.00	0.00	0.00
II	Balance on Jan 1st, 2013	853,855.59	2,573,817.69	805.49	0.00	-795,756.34	-38,433.94	4,885,437.29
III	Change Amounts of Fiscal Year 2013							
(I)	Net Profit	0.00	-458,578.29	0.00	0.00	-453,835.54	25,560.83	-216,912.94
(II)	Other Comprehensive Income	0.00	0.00	0.00	0.00	-453,835.54	0.00	-222,496.80
(III)	Subtotal of Comprehensive Income	0.00	16,258.22	0.00	0.00	0.00	9,427.78	30,471.91
(IV)	Investment by owners and Reduction of Capital	0.00	16,258.22	0.00	0.00	-453,835.54	9,427.78	252,968.41
1	Capital Invested by Owners	0.00	-474,846.51	0.00	0.00	0.00	0.00	-253,566.75
2	Others	0.00	-480,000.00	0.00	0.00	0.00	0.00	-270,926.27
(V)	Extraction and Use of Special Reserve	0.00	5,153.49	0.00	0.00	0.00	0.00	17,367.54
1	Extraction of Special Reserve	0.00	0.00	0.00	0.00	0.00	0.00	16,133.05
2	Use of Special Reserve	0.00	0.00	121,599.43	0.00	0.00	0.00	16,133.05
(VI)	Distribution of Profits	0.00	0.00	-121,599.43	0.00	0.00	0.00	-87,027.87
1	Withdrawal Surplus Reserve	0.00	0.00	0.00	0.00	0.00	0.00	-87,027.87
2	Distribution to Owners	0.00	0.00	0.00	0.00	0.00	0.00	-234,455.65
3	Others	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(VII)	Internal Transfer of Owner's Equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1	Capital Reserve Converting to Paid-in Capital	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2	Surplus Reserve Converting to Paid-in Capital	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3	Surplus Reserve Making up the Losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4	Others	0.00	0.00	0.00	0.00	0.00	0.00	0.00
IV	Balance on Dec 31st, 2013	853,855.59	2,115,239.40	805.49	0.00	-1,259,591.88	-12,873.11	4,665,524.36

Legal representative

Person in charge of accounting function

Head of accounting department

(Signature)

(Signature)

(Signature)

China Metallurgical Group Corporation
Combination of Statement of Change in Equity (Continued)
Fiscal Year 2012
(All amounts in Rmb Ten Thousand Yuan unless otherwise stated)
English translation reference only



	Owners' Equity Attributable to Parent Company						Minority Interests	Total Owners' Equity
	Paid-in Capital	Capital Reserve	Special Reserve	Surplus Reserve	Undistributed Profit	Translation Reserve		
I. Balance on Dec 31st, 2011	902,158.14	2,727,414.31	805.48	0.00	-270,377.01	-33,397.14	2,719,789.00	6,046,392.78
Add: Changes in Accounting Policies	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Correction of Prior Period Errors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
II. Balance on Jan 1st, 2012	902,158.14	2,727,414.31	805.48	0.00	-270,377.01	-33,397.14	2,719,789.00	6,046,392.78
III. Change Amount of Fiscal Year 2012	-48,302.55	-173,087.29	0.00	0.00	-501,100.72	-5,036.80	-430,588.25	-1,158,213.62
(I) Net Profit	0.00	0.00	0.00	0.00	-501,100.72	0.00	-465,373.75	-966,474.47
(II) Other Comprehensive Income: 8(54)	0.00	-1,698.53	0.00	0.00	0.00	-5,036.80	-15,030.82	-21,766.16
Subtotal of Comprehensive Income	0.00	-1,698.53	0.00	0.00	0.00	-5,036.80	-480,404.57	-988,240.63
(III) Income of Investors and Reduction of Capital	-48,302.55	-171,388.76	0.00	0.00	0.00	0.00	89,033.41	-130,657.90
1. Capital Invested by Owners	7,898.00	-83,817.46	0.00	0.00	0.00	0.00	40,352.21	-15,567.25
2. Others	-56,200.55	-107,571.30	0.00	0.00	0.00	0.00	48,681.20	-115,050.65
(IV) Extraction and Use of Special Reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. Extraction of Special Reserve	0.00	0.00	133,988.45	0.00	0.00	0.00	96,267.05	230,255.50
2. Use of Special Reserve	0.00	0.00	-133,988.45	0.00	0.00	0.00	-96,267.05	-230,255.50
(V) Distribution of Profits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. Withdrawal Surplus Reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Distribution to Owners	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(VI) Internal Transfer of Owners' Equity	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1. Capital Reserve Converting to Paid-in Capital	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Surplus Reserve Converting to Paid-in Capital	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Surplus Reserve Making up the Losses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Others	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
IV. Balance on Dec 31st, 2012	853,855.59	2,573,817.69	805.48	0.00	-785,756.34	-38,433.94	2,291,146.81	4,865,437.29

The Notes of Financial Statements in the end is a part of financial statements.

Legal representative:

Person in charge of accounting function:

Head of accounting department:

周文(法)

李强

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