

PwC Shen Zi (2003) No. 53

**TO THE SHAREHOLDERS OF
JILIN CHEMICAL INDUSTRIAL COMPANY LIMITED**

We have accepted the appointment to audit the balance sheets of Jilin Chemical Industrial Company Limited (the "Company") and its subsidiaries (the "Group") as at December 31, 2002 and the profit and loss accounts, profit appropriation statements and cash flow statements of the Company and the Group for the year then ended. The Company is responsible for these financial statements. Our responsibility is to express an audit opinion on these financial statements. Our audit was conducted in accordance with China Certified Public Accountants' Independent Auditing Standards and consequently included such auditing procedures as were considered necessary and appropriate to the Group's and the Company's circumstances, including examination, on a test basis, of the Group's and the Company's transactions and accounting records.

In our opinion, the financial statements of the Group and Company present fairly, in all material respects, the financial position of the Company and the Group at December 31, 2002 and their results of operations and cash flows for the year then ended in accordance with the Accounting Standards for Business Enterprises and the Accounting Systems for Business Enterprises of the People's Republic of China. The accounting policies used in the preparation of the financial statements for the year are consistent with those used in the preceding year.

PricewaterhouseCoopers Zhong Tian CPAs Co., Ltd.

April 24, 2003