

CONTENTS

1.	Important Notice	2
2.	Basic Company Information	2
3.	Changes in Share Capital and Shareholding of Substantial Shareholders	3
4.	Directors, Supervisors and Senior Management	4
5.	Management Discussion and Analysis	5
6.	Significant Events	6
7.	Financial Report (Prepared in accordance with the PRC Accounting System) (Unaudited)	9
8.	Financial Report (Prepared in accordance with accounting principles generally accepted in Hong Kong) (Unaudited)	39
9.	Documents Available for Inspection	46

I. IMPORTANT NOTICE

The board of directors of the Company (the "Board of Directors") and its Directors confirm that there are no misleading statements, or misrepresentation, or material omissions contained in this interim report (the "Report"). The Board of Directors accept joint and several responsibility for the truthfulness, accuracy and completeness of the contents of the Report.

The Chairman, Mr. Li Anjian, the Director, Mr. Zhu Lifeng, and the Independent Director, Mr. Cai Lianglin, have respectively appointed Vice Chairman, Mr. Zhang Zuzhong, the Director, Mr. Tang Hongqing, and the Independent Director, Ms. Wan Hui, to attend the board meeting and vote on their behalf.

The Chairman of the Company, Mr. Li Anjian, Chief Accountant, Mr. Wu Liulin, and the manager of finance department, Mr. Shen Jianlong, have declared that they guarantee the truthfulness and completeness of the financial statements in the Report.

The financial statements of the Company for the six months ended 30 June 2004 (the "Reporting Period") were unaudited.

II. BASIC COMPANY INFORMATION

(1) Company profile

1. Legal Chinese name of the Company:	南京熊猫电子股份有限公司
Legal English name of the Company:	Nanjing Panda Electronics Company Limited
Abbreviation of English Name of the Company:	NPEC
2. Place of listing:	H shares The Stock Exchange of Hong Kong Limited A shares Shanghai Stock Exchange
Abbreviation of stock:	H shares Nanjing Panda A shares: Nanjing Panda
Stock Code:	H shares 0553 A shares: 600775
3. Registered Address of the Company:	Floor 1-2, Block 5, North Wing, Nanjing High and New Technology Development Zone, Nanjing, the PRC
Office Address of the Company:	301 Zhong Shan Road East, Nanjing, the PRC
Postal Code:	210002
International Web Site:	http://www.chinapanda.com.cn
4. Legal Representative of the Company:	Li Anjian
5. Secretary to the Board of Directors:	Chen Ping
Securities Representative of the Board of Directors:	Chen Yebao
Correspondence Address:	301 Zhong Shan Road East, Nanjing, the PRC (Postal Code: 210002)
Telephone:	(8625)-84801144
Facsimile:	(8625)-84820729
E-mail address:	dms@panda.cn
6. Names of Newspapers for information dissemination designated by the Company:	Shanghai Securities News, China Securities Journal, Ta Kung Pao (Hong Kong) and The Standard
Worldwide Web Site for the dissemination of Report designated by China Securities Regulatory Commission:	http://www.sse.com.cn
Place for Inspection of the Report of the Company:	Secretarial Office of the Board of Directors, 301 Zhong Shan Road East, Nanjing, the PRC

(2) Key financial data and indices

1. Prepared in accordance with the PRC accounting system (unaudited, unit: RMB)

	As at 30 June 2004	As at 31 December 2003	Increase (decrease) from the beginning of the year (%)
Current assets	3,672,725,014.26	2,620,746,708.29	40.14
Current liabilities	3,338,130,012.93	2,292,569,609.12	45.61
Total assets	4,659,023,852.69	3,592,429,930.02	29.69
Shareholders' funds (excluding minority interests)	1,186,975,535.86	1,128,973,984.29	5.14
Net assets per share	1.81	1.72	5.23
Adjusted net assets per share	1.70	1.68	1.19