

CONSOLIDATED BALANCE SHEET

At 31 December 2004

	NOTES	2004 RMB'000	2003 RMB'000
Non-current assets			
Property, plant and equipment	11	128,010	47,288
Deposits paid for acquisition of property, plant and equipment		495	35,405
		<u>128,505</u>	<u>82,693</u>
Current assets			
Inventories	14	13,787	10,884
Trade receivables	15	87,456	68,130
Other receivables, deposits and prepayments		10,856	3,243
Pledged bank deposits	16	4,282	765
Bank balances and cash		241,223	164,212
		<u>357,604</u>	<u>247,234</u>
Current liabilities			
Trade payables	17	12,723	10,004
Bills payable		15,920	2,550
Receipt in advance, other payables and accrued charges		14,571	14,021
Amounts due to directors	18	63	351
Taxation payable		7,345	4,480
Bank loans - amount due within one year	19	50,000	37,000
		<u>100,622</u>	<u>68,406</u>
Net current assets		<u>256,982</u>	<u>178,828</u>
		<u>385,487</u>	<u>261,521</u>
Capital and reserves			
Share capital	20	44,817	40,577
Reserves		309,708	213,944
		<u>354,525</u>	<u>254,521</u>
Non-current liabilities			
Bank loans - amount due after one year	19	—	7,000
Convertible notes	22	30,784	—
Deferred tax liability	23	178	—
		<u>30,962</u>	<u>7,000</u>
		<u>385,487</u>	<u>261,521</u>

The financial statements on pages 28 to 61 were approved and authorised for issue by the Board of Directors on 12 April 2005 and are signed on its behalf by:

Yang Zongwang
Director

Xue De Fa
Director