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# Important

The Board of Directors and the Directors of the Company confirm that this annual report does not contain any false information, misleading statements or material omissions, and collectively and individually accept responsibility for the truthfulness, accuracy and completeness of the contents of this annual report.

Mr. Hou Weigui, Chairman of the Company, Mr. Wei Zaisheng, Chief Financial Officer of the Company and Mr Yu Yong, Head of Finance Division of the Company, hereby declare that they warrant the truthfulness and completeness of the financial statements contained in this annual report.

This annual report has been considered and approved at the twelfth meeting of the third session of the Board of Directors of the Company. Mr. Hou Weigui, Chairman of the Board of Directors, was unable to attend the meeting due to work reasons and issued a written authorization to Mr. Wang Zongyin, Vice Chairman, as his proxy to preside at the meeting and to vote on his behalf. Mr. Tan Shanyi, Director, was unable to attend the meeting due to work reasons and issued a written authorization to Mr. He Shiyou, Director, to vote on his behalf. Mr. Zhang Junchao, Director, was unable to attend the meeting due to work reasons and issued a written authorization to Mr. Li Juping, Director, to vote on his behalf.

The respective financial statements of the Group for the year ended 31 December 2004 were prepared in accordance with generally accepted accounting principles (PRC GAAP) in the PRC and with Hong Kong accounting standards respectively, and had been audited by Shenzhen Dahua Tiancheng Certified Public Accountants and Ernst & Young, and an auditors' report without any qualified opinion has been issued by each of them.

This report has been prepared in Chinese and English respectively. In case of discrepancy, the Chinese version shall prevail, except for the financial statements prepared in accordance with Hong Kong accounting standards, which the English version shall prevail.