

摘要

- 於本期間內，本集團共實現營業額為人民幣215,950,000元，與去年同期比較約下降22.14%。
- 於本期間內，銅纜及相關產品的銷售額為人民幣169,340,000元，較去年同期約下降22.97%。主要聯營公司成都康寧公司實現光纜銷售額人民幣63,432,000元，較去年同期約下降40.54%，本公司的主要附屬公司中住光纖公司實現光纖銷售額人民幣14,480,000元，較去年同期約下降51.16%。
- 本期間股東應佔虧損為人民幣27,841,000元，比去年同期減少虧損為人民幣8,554,000元。
- 董事會建議截至二零零五年六月三十日止六個月不派發中期股息。

SUMMARY

- The Group recorded a turnover of RMB215,950,000 for the Period, representing a decrease of approximately 22.14% as compared to the corresponding period last year.
- During the Period, sales of copper cables and related products amounted to RMB169,340,000, representing a decrease of approximately 22.97% as compared to the corresponding period last year. Sales of optical fibre cables by the Group's principal associated company, CCS, amounted to RMB63,432,000, representing a decrease of approximately 40.54% as compared to the corresponding period last year. Sales of optical fibres by SEI, the principal subsidiary of the Company, amounted to RMB14,480,000, representing a decrease of approximately 51.16% as compared to the corresponding period last year.
- During the Period, loss attributable to shareholders of the Company was RMB27,841,000, representing a decrease of RMB8,554,000 as compared to the corresponding period last year.
- The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2005.

成都普天電纜股份有限公司(「本公司」)董事會(「董事會」)宣佈本公司及其附屬公司(統稱「本集團」)於截至二零零五年六月三十日止六個月(「本期間」)根據中華人民共和國(「中國」)香港特別行政區(「香港」)公認會計準則編制未經審核之中期業績報告，該報告已經董事會審核委員會(「審核委員會」)以及本公司的核數師何錫麟會計師行審閱及確認。簡明綜合財務報告載於第22頁至40頁。

中期股息

董事會建議本期間不派發中期股息(二零零四年六月三十日止六個月未派發中期股息)。

管理層討論及分析

(一) 業績分析

於本期間內，本集團的主要產品仍然是全塑市話電纜(「全塑電纜」)、程控交換機電纜(「程控電纜」)、電視電纜、電纜套管、光纖、光纜和移動通訊電纜等。

於本期間，本集團共實現營業額為人民幣215,950,000元，較去年同期的人民幣277,350,000元約下降22.14%。

The board of directors (the “Board”) of Chengdu PUTIAN Telecommunications Cable Company Limited (the “Company”) announced the unaudited interim results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30 June 2005 (the “Period”) in accordance with the accounting principles generally accepted in the Hong Kong Special Administrative Region (“Hong Kong”) of the People’s Republic of China (the “PRC”). Such unaudited interim results have been reviewed and confirmed by the audit committee of the Company (the “Audit Committee”) and Ho and Ho & Company, the Company’s auditor. The condensed consolidated financial statements are set out on page 22 to page 40.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the Period (No interim dividends were paid for the six months ended 30 June 2004).

MANAGEMENT DISCUSSION AND ANALYSIS

(1) Analysis of the Results

During the Period, the principal products of the Group were plastic urban telephone cables (“Plastic Cables”), program-controlled telephone exchange system cables (“Program-controlled Cables”), television cables, cable joining sleeves, optical fibres, optical fibre cables and mobile telecommunication cables, etc.

During the Period, the Group recorded a total turnover of RMB215,950,000, representing a decrease of approximately 22.14% from RMB277,350,000 of the corresponding period last year.

本公司於本期間的股東應佔虧損為人民幣27,841,000元，比去年同期虧損的人民幣36,395,000元減少虧損人民幣8,554,000元。

Loss attributable to shareholders of the Company amounted to RMB27,841,000 for the Period, representing a decrease in loss of RMB8,554,000 from RMB36,395,000 of the corresponding period last year.

造成本期間股東應佔虧損的主要原因是：

Loss attributable to shareholders of the Company during the Period was mainly due to:

1. 銅杆價格仍然持續上漲，銅杆於本期間的平均採購價與去年同期比較漲幅達23.6%，導致生產成本的上升，有鑒於此，董事會決定削減銅纜的產量，因此對本集團的經營溢利產生不利影響；
2. 國內光纖光纜價格的競爭使光纖光纜行業繼續面對困難的經營環境，成都中住光纖有限公司（「中住光纖公司」）及成都康寧光纜有限公司（「成都康寧公司」）的連續虧損直接影響本集團的利潤水平。
3. 成都市電力供應緊張採取的持續限供電措施，也導致了本集團在第一季度的生產經營受阻。

1. The sustainable high price and continuous increase in the price of copper rods, in particular the 23.6% increase in the average purchasing price of rods during the Period as compared to the corresponding period last year, led to swelling in production costs. In view of the above and as far as the cost was concerned, the Board decided to reduce the production volume of copper cable, thus adversely affected the Group's operating profit.
2. The PRC's optical cables and fibres industry continue to experience difficult operating environment due to price competitions. The continual losses recorded by Chengdu SEI Optical Fibre Co., Ltd ("SEI") and Chengdu CCS Optical Fibre Cable Co., Ltd ("CCS") had a direct impact on the Group's operating profit.
3. Continuing controlling measures in electricity supply were adopted in Chengdu due to its power shortage, causing disruption to the Group's production and operation during the first quarter.

於本期間內，本集團共銷售全塑電纜844,000對公里，較去年同期約下降47.50%；程控電纜銷售130,700對公里，較去年同期約下降48.57%；電纜套管實現銷售1,290,000套，較去年同期約增長91.03%。

於本期間，公司本部的全塑電纜的毛利率較去年同期約增加4.00%，主要是在原材料採購成本上升時，本公司採用了新的工藝標準，同時全塑電纜的售價及時得到了上調，而且製造費用分別較去年同期約下降了30.40%，抵消了原材料價格上漲造成的部分成本上升的影響，從而改善本公司的盈利能力。

於本期間，程控電纜的毛利率由去年同期的-8.80%下降到今年的-19.50%，其主要原因是由於原材料採購成本急劇上升，致使程控電纜的銷售價格雖略有上漲，因此，不足以抵銷成本上升的幅度。

於本期間，本集團專業生產光纖光纜的附屬公司經營業績仍然不理想，中住光纖公司的銷售價格繼續創下新低，而銀行又減少貸款，使資金嚴重短缺，導致產能下降；成都康寧公司使用美國康寧公司的光纖價格要比其他供應商的價格高出20%，導致其在市場上的競爭力下降。

During the Period, the Group sold 844,000 pair kilometers of Plastic Cable, 130,700 pair kilometers of Program-controlled Cables, 1,290,000 sets of plastic cables and cable joining sleeves, representing decreases of approximately 47.50% and 48.57% and an increase of approximately 91.03%, respectively, as compared to the corresponding period last year.

During the Period, the Company's gross profit margin of Plastic Cables increased by approximately 4.00% over the same period last year. Such change was mainly attributable to the adoption of new technological standard by the Company and the timely increase in the selling price of Plastic Cables when the purchasing cost of raw materials was rising. In addition, the manufacturing cost of Plastic Cables recorded a year-on-year decrease of 30.40%, which partially offset the effect on production cost from higher prices of raw materials and therefore improved the profitability of the Company.

During the Period, gross profit margin of Program-controlled Cables deteriorated from -8.80% of the same period last year to -19.50%. This is due to the fact that although there is a slight increase in the selling price of Program-controlled Cables, it failed to offset the increase in cost caused by the drastically surging purchasing cost of raw materials.

During the Period, the Group was engaged in the production of optical fibres and cables which continued to record unsatisfactory operating results. As the selling price of optical fibre of SEI continued to hit record low, while the loans from banks were reduced which led to the serious shortfall of capital, resulting in the decrease of capacity; the price of Corning International Corporation optical fibre, used by CCS, was higher than that of other suppliers by as much as 20%, which has caused a drop in CCS's competitiveness in the market.

(二) 主要業務回顧

董事會針對今年經營環境的變化，不斷調整生產經營策略，克服困難，較好的完成了生產經營任務。本集團於本期間主要業務活動摘錄如下：

1. 中國普天成都工業基地建設前期完成了新址設計、勘察、工程建築招標等工作，為本集團的總部搬遷奠下基礎；
2. 以搬遷本集團的總部為契機，公司發展為主題，以產業結構調整為主線，通過企業的流程再造，推進企業的創新與發展。通過內部經營機制改革，對運輸公司實行的剝離改制工作，為本公司實現主輔分離邁出了重要的一步，為以後公司內部改制探索了一條新的出路；
3. 於本期間圍繞「細化銷售」開展市場營銷工作，做好以訊息帶動市場營銷的工作，建立市場分析系統，掌握主要競爭對手的經營情況，已即時跟蹤用戶的需求，做好市場分析報告；建立了用戶開發和管理制度，實行了用戶信用等級評審制度；對銷售人員採取了末位淘汰制，增加銷售人員的緊迫感；本期間貨款回收達人民幣160,000,000元，使應收帳款大幅度減少；

(2) Review of Principal Operations

The Board had completed the mission of production and operation by focusing on changes in operational environment, adjusting production and operating strategies continuously and overcoming difficulties. The Group's principal business activities during the Period are summarized as follows:

1. The Company had laid down the foundation for relocating the Group's headquarters by the completion of pre-phasal construction of design, prospecting, tendering of construction project of the new plants for the construction of China PUTIAN Industrial Base in Chengdu;
2. By treating relocation of the Group's headquarters as an opportunity, corporate development as main theme, adjustment of assets structure as main stream and through restructuring of corporate procedures, innovation and development of the enterprise was enhanced. By means of reforming its internal operating mechanism and implementing reforms to its transportation companies, the Company had further advanced the diversion of auxiliary from the core and discovered a new path for internal reform of the Company in the future;
3. During the Period, the Company has focused on "specialized sales" to deploy its marketing work with the aid of information. With the establishment of market analysis system and sufficient information of operations of major competitors, the Company has followed up customers' demand promptly. Furthermore, with well-prepared market analysis reports and established customer development and management system, the Company will adopt a customer credit grading system and implement a "last-eliminated" system for salesmen to strengthen the pressure on them. The return of loan during the Period amounted to RMB160,000,000, resulting in significant decrease of account receivables;

4. 於本期間，產品結構調整初見成效，新產品開發重點機車電纜項目進展順利，該項目具有市場需求旺、技術附加值高的特點，是本集團充分整合原有設備和技術資源，以較少資金投入在國內率先開發的項目，已經完成第一條生產線的建設改造和試車。同時抓緊進行非線纜新產業選擇與實施，對發光二極管(LED)項目展開跟蹤研究，市場目標是緊靠中國普天信息產業集團公司(「中國普天公司」)核心業務—手機鍵盤照明及顯示幕背光；及具有廣闊市場前景的節能半導體照明；
 5. 在本集團的財務方面，加強財務管理和成本管理，提高資金使用效率，強化現金流管理，搞好資金籌措，確保公司生產經營資金的需要；在銅價持續高位時，加強工序成本控制，優化技術經濟指標，努力降低生產成本，努力實現增收節支；嚴格實行預算執行通報制度，定期總結預算執行情況，確保全面預算的有效施行；及
4. During the Period, adjustment of product structure has shown initial achievement, while train cable project, being the focus of new products development, ran smoothly in progress. That project, characterized by great market demand and high technological value-added, was a primitive domestic item developed by full utilization of integration of original equipments and technological resources with relatively less investment. The construction and renovation of the first production line and testing has already been finished. In addition, the Company grasped the choice and implementation of new industry of non-wire cable and began to follow up research of light emitting diode (“LED”). The aims of the above were to reply upon the core business of China PUTIAN Corporation (“China PUTIAN”)’s lighting keyboard for mobile handset and backlights display; and lighting of energy-saving semi-conductor which has demonstrated great market prospect;
 5. In respect of the financial aspect of the Group, financial control and cost control were reinforced; efficiency of capital usage was enhanced; management of cash flow was strengthened; capital raising was better-organized and capital needs for production and operation of the Company was ensured. At the time copper price stood high continuously, cost control for work procedures was strengthened; technological economic index was optimized; production cost was lowered; revenue increase and expense saving was realized in full effort. In addition, the Company had strictly implemented reporting system of execution for forecasting; summarized the conditions of execution for forecasting periodically in order to ensure the effective implementation of all-round forecasting; and

6. 本集團繼續對合資聯營企業進行監管與指導，與雙流熱縮製品廠（「雙流」）共同收購了成都中菱無綫通信電纜有限公司（「成都中菱公司」）原外方30%的股權；由本集團員工自願出資組建了全民營性質的成都南翔物流有限公司，邁出了集團內部深化改革的重要一步；經過論證，與香港先進企業有限公司共同簽署了組建成都高能輻照電纜有限公司的協議，目前正對該項目進行最終論證，這標誌著本集團已進入高端線纜領域。新成立的有機電致發光顯示屏（OLED）項目公司正在積極地與技術及資金提供方進行磋商。

6. The Group continued to monitor and supervise its joint-venture enterprises. The Group and Shuangliu Heat Shrinkable Products Plant (“Shuangliu”) had jointly acquired 30% equity interests in Chengdu MCIL Cable Radio Communications Cable Co., Ltd. (“Chengdu MCIL”) from the original foreign joint venture partner. The staff of the Group willingly invested to establish Chengdu Nanxiang Logistics Company Limited (成都南翔物流有限公司), a privately owned enterprise. This demonstrated that the internal reform of the Group was further deepened. After discussion, the Company and Centaure Enterprise Company Hong Kong jointly entered into agreement to establish Chengdu High Performance Cable Ltd. (成都高能輻照電纜有限公司). Currently, the Company is in final discussion and approval for that project, signifying the stepping into the area of high-ended wire and cable for the Group. Meanwhile, the Company is proactively negotiating with providers of capital and technology for the newly established project of Organic Light Emitting Display (“OLED”).

(三) 財務分析

截至二零零五年六月三十日止，本集團資產總值為人民幣936,926,000元，較去年年末的人民幣1,010,504,000元約下降7.28%。其中非流動資產總值為人民幣447,357,000元，約佔總資產值的47.75%，較去年年末的人民幣482,772,000元約下降7.34%。截至二零零五年六月三十日止，流動資產總值為人民幣489,569,000元，約佔總資產的52.25%，較去年年末的人民幣527,732,000元約下降7.23%。

本集團於本期間之經營業務淨現金流出為人民幣18,577,000元，去年同期淨現金流出為人民幣42,082,000元。

截至二零零五年六月三十日止，本集團銀行結餘及現金（包括抵押銀行存款）為人民幣127,734,000元，較去年年末的人民幣173,058,000元約下降26.19%。

(3) Financial Analysis

As at 30 June 2005, the Group's total assets amounted to RMB936,926,000, representing a decrease of approximately 7.28% from RMB1,010,504,000 as at the end of last year. Non-current assets amounted to RMB447,357,000, accounting for approximately 47.75% of the total assets and representing a decrease of approximately 7.34% from RMB482,772,000 as at the end of last year. Current assets amounted to RMB489,569,000 as at 30 June 2005, accounting for approximately 52.25% of the total assets and representing a decrease of approximately 7.23% from RMB527,732,000 as at the end of last year.

The net cash outflow from operating activities of the Group during the Period amounted to RMB18,577,000. The net cash outflow for the corresponding period last year was RMB42,082,000.

As at 30 June 2005, the Group's bank balances and cash (including pledged bank deposits) amounted to RMB127,734,000, representing a decrease of approximately 26.19% from RMB173,058,000 as at the end of last year.

截至二零零五年六月三十日止，本集團負債總額(不包括少數股東權益)為人民幣307,635,000元(二零零四年十二月三十一日止：人民幣346,652,000元)，負債對資產比率約為32.83%，較去年年末的約34.30%約下降1.47%，其中一年內到期銀行貸款為人民幣141,955,000元，較去年年末的人民幣154,955,000元約下降了8.39%。

於本期間內，本集團未有安排其他集資活動。

於本期間內，本集團的分銷費用、行政及其它費用和財務費用分別為人民幣18,859,000元、人民幣25,559,000元及人民幣4,881,000元，較去年同期的人民幣19,121,000元、人民幣38,265,000元及人民幣5,790,000元，分別約下降1.37%、33.21%及15.70%。

於本期間內，本集團的平均毛利率約為11.61%，較去年同期的8.76%約增長了2.85%。

於本期間內，本集團的應收貿易帳款和存貨分別為人民幣174,989,000元、人民幣170,471,000元，較去年年末的人民幣183,895,000元、人民幣164,812,000元分別約下降4.84%和約增長3.43%。

1. 資金流動性分析

截至二零零五年六月三十日止，本集團資金流動比率約為166.64%，速動比率約為108.61%。綜合考慮本行業的特點及當前市場情況，上述資料表明，本集團資金流動性表現尚屬中等水平，具有較好的變現和償債能力，但還有較大的改善空間，將作為本公司今後工作重點加以研究解決。

As at 30 June 2005, the Group's total liabilities (excluding minority interests) amounted to RMB307,635,000 (as at 31 December 2004: RMB346,652,000). The liability to asset ratio was approximately 32.83%, representing a decrease of approximately 1.47% as compared to approximately 34.30% as at the end of last year. Short term bank loans due within one year amounted to RMB141,955,000, representing a decrease of approximately 8.39% from RMB154,955,000 as at the end of last year.

During the Period, the Group did not arrange for other fund-raising activities.

During the Period, distribution costs, administrative and other expenses and finance costs amounted to RMB18,859,000, RMB25,559,000 and RMB4,881,000, respectively, representing a decrease of approximately 1.37%, 33.21% and 15.70%, respectively as compared to RMB19,121,000, RMB38,265,000 and RMB5,790,000, respectively, of the corresponding period last year.

During the Period, the average gross profit margin of the Group was 11.61%, representing an increase of approximately 2.85% from 8.76% of the corresponding period last year.

During the Period, the trade receivables and inventories of the Group amounted to RMB174,989,000 and RMB170,471,000, respectively, representing a decrease of approximately 4.84% and an increase of approximately 3.43%, respectively from RMB183,895,000 and RMB164,812,000, respectively, as at the end of last year.

1. Analysis of liquidity

As at 30 June 2005, the Group's liquidity ratio and quick ratio were approximately 166.64% and approximately 108.61%, respectively. Taking into account of the overall characteristics of the industry and the existing market conditions, the above financial information indicated that the liquidity of the Group was at the average level and the Group had a relatively good liquidity and debt repayment ability. However, the Group will embark on key studies to achieve further improvement of such ratios.

2. 財政資源分析

截至二零零五年六月三十日止，本集團共獲銀行短期貸款為人民幣141,955,000元，該短期貸款為分期貸款，並已由本集團即時償還。而本集團銀行存款及現金也相對充足，達人民幣127,734,000元，因此，本集團短期償債風險較低。

截至二零零五年六月三十日止，本集團為購置法國加速器的長期借款餘額約為人民幣15,316,000元（折合歐元1,538,000元），其中銀行買方信貸約為人民幣4,561,000元（折合歐元458,000元），年利率為7.35%，法國政府擔保銀行貸款約人民幣10,755,000元（折合歐元1,080,000元），年利率為0.5%。該項歐元借款由於受美元在國際外匯市場匯率波動的影響，存在一定的匯兌風險。該兩項長期借款均為分期付款，其期限是從一九九七年開始最長達三十六年。由於本集團長期借款餘額較小，因此對本集團的營運並無任何重大影響。

3. 本集團資本結構情況

本集團的資金來源是銀行貸款和本公司發行股份募集資金。為保證資金的合理使用，本集團有嚴格及較完善的財務管理制度。在本期間內，未發生債務到期償還及責任到期履行方面的不正當行為問題。

本集團今後還要加強對資金的調度和管理，在確保生產經營正常運作的情況下，最大限度的發揮資金的作用。

2. Analysis of financial resources

As at 30 June 2005, the Group's short-term bank loan amounted to RMB141,955,000. This loan is repayable by instalments, which the Group has repaid promptly. The Group has adequate bank and cash balances of RMB127,734,000 after repayment of the said instalment, thus, the Group's risk in short-term repayment is quite low.

As at 30 June 2005, the balance of a long-term loan for the purchase of accelerators from France amounted to RMB15,316,000 (equivalent to Euro1,538,000) of which the banking credit facility amounted to RMB4,561,000 (equivalent to Euro 458,000) at an interest rate of 7.35% per annum, and the French government secured bank loan amounted to RMB10,755,000 (equivalent to Euro1,080,000) at an interest rate of 0.5% per annum. Given the fluctuations in the exchange rate of US Dollar on the international foreign exchange market, there are certain exchange risks involved in the Euro loans. The two long-term loans are payable by instalments with a maximum repayment term of 36 years as of 1997. As the balance of long-term loans was not substantial, it does not have any substantial impact on the operation of the Group.

3. Capital structure of the Group

The Group's capital resources are derived from bank loans and proceeds from share issue of the Company. To ensure proper utilisation of capital funds, the Group has established a stringent and sound financial management system. During the Period, no irregularity was noted for payment of due debts and performance of due obligations.

In future, the Group will strengthen the control and management of funds so that the funds can be fully utilised whilst ensuring normal production and operation.

(四) 業務展望

下半年本公司面臨最大的壓力是銅價繼續高位運行。本公司將緊密跟蹤銅價市場的價格變化，努力捕捉機遇，化解風險，同時改善內部監控以緩和銅價高企帶來的壓力。針對市場變化和公司情況，本公司將採取如下措施：

1. 本公司將正式開始其中國普天成都工業基地的工程建設。本公司將對新廠區土地進行全面的平整及打圍等基礎工作，預計在年底前辦公大樓及大部分廠房開工建設。跟進現有總部的土地置換工作，掛牌方式的交易後土地的交付和土地款的回收，加快進度；同時做好搬遷的前期準備工作，測算搬遷土地的成本及搬遷土地上資產處置的損失等；
2. 圍繞公司搬遷，按照「精簡、高效」原則，實施組織機構的調整，探索有效的激勵機制，結合企業關鍵業績指標，不斷提升企業管理水平；
3. 加強對本公司銷售人員業務培訓，提升業務素質，培育提升銷售競爭能力，拓寬企業與市場連接通道，對銷售實行動態管理，對每月的銷售信息進行匯總並提供給銷售片區的負責人；此外，對過往的應收帳款加大回收力度，並與銷售人員的獎懲掛鉤；

(4) Business Prospects

For the second half of the year, the greatest pressure faced by the Company comes from the incessant high copper prices. The Company will track closely the movement in copper price and strive to grasp market opportunities and resolve risks, while improving internal controls to alleviate pressure brought forth from high copper prices. Focusing on the changes of market and the situation of the Company, the following measures will be adopted:

1. The Company will formally commence the construction of China PUTIAN Industrial Base in Chengdu. Fundamental works such as the thorough levelling and forging of the land for the Company's new headquarters will carry out. It is expected that the office tower and most of the factory will commence construction by the end of the year. Preliminary preparation work of relocation, estimation of the cost of relocation of land and losses of the disposal of assets on the relocated land will be well arranged. Land replacement for the existing headquarters as well as land transfer and recovery of land price after the auction in the public trading are followed up with accelerated paces;
2. Focusing on its relocation, the Company will restructure its organizational bodies, adhere to ideology of rationalized and refined management and explore effective incentive mechanism while integrating with Key Process Indication critical result index so as to effect continuous enhancement of corporate management;
3. The Company will strengthen professional training of its sales staff while upgrade business quality as well as nurture and increase sales competitive ability. Besides, the channels connecting the Company and the market is to be expanded. Dynamic management is implemented for sales in which summary of monthly sales information is carried out and provided to regional sales representative. Furthermore, recovery of the past account receivables is strengthened and linked with the reward and punishment of sales staff;

- | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>4. 本集團將採取做實光纖光纜，優化銅纜業務，完善配套產品，突破全新產業的戰略。新產品機車電纜項目一期工程將於年底完工，可形成年產6,000公里的規模，市場前景樂觀。發光二極管(LED)項目與有機電致發光顯示屏(OLED)項目都將積極發展階段性成果，爭取實質性進展；</p> | <p>4. The Group will adopt the strategy of consolidating the operations of optical fibre cables while optimizing copper cable operations in which the package of products are perfected as a way to make a breakthrough in the industry. The new product of train cable project phase I construction work will be completed at the end of the year which can fulfill an annual production scale of 6,000 kilometers. The Company will strive to develop LED and OLED phasal achievement to achieve concrete progress;</p> |
| <p>5. 加強財務管理和成本管理，提高資金使用效率，努力降低生產成本，強化現金流管理，加大應收帳款清收力度，確保集團生產經營資金的需要；突出工序成本控制，進一步優化技術經濟指標，努力降低工序成本；深化全面預算管理，嚴格考核，努力實現增收節支，定期總結預算執行情況，確保集團全面預算的有效施行；及</p> | <p>5. The Group will strengthen its financial and cost management, increase the effectiveness of capital utilisation, endeavor to lower the cost of production, consolidate cash flow management and reinforce the collection of account receivable so as to ensure the fulfillment of the need for business operation of the Group; highlight cost on working procedures, further optimize technological economy indication, place efforts on lowering cost control on working procedure; deepen the overall budget management; tighten supervision in order to realize revenue increment and expenditure curtailment. The Company will prepare regular summaries of budget execution, thus ensuring the effective implementation of the overall budget of the Group; and</p> |
| <p>6. 進一步集中和統一配置資源，完成合資聯營企業的股權整理工作；加大對合資聯營企業的監督，為合資聯營企業的良好運作提供必要指導，控制合資聯營企業的虧損，加快對不良長期投資項目的清理工作；充分發揮作為香港上市公司優勢，利用已有資源尋找有市場前景的投資項目、新的經濟增長點。</p> | <p>6. The Company will further centralize and unify allocation of financial resources so as to facilitate the orderly shareholding structure of its joint ventures and associates. The Company will enhance monitoring on its joint ventures and associates. To provide necessary guidance for the operation of its joint ventures and associates, the Company will strictly control their losses and speed up the disposal of long-term investment with poor performance. The Company will also fully exert its strengths as a listed company in Hong Kong and take advantage of existing resources to seek the investment projects with potential market and new growth opportunities.</p> |

募集資金的運用

本集團於一九九四年十二月透過發售160,000,000股H股，募集資金約港幣424,000,000元，自上市至二零零五年六月三十日止，累計動用資金約為港幣373,429,000元，其中用於投資項目為港幣84,360,000元，用於減輕負債及作為營運資金使用約為港幣289,069,000元。

尚未使用的募集資金約為港幣50,571,000元，分別以港幣和人民幣存放於中國境內的銀行。

董事會根據本集團流動資金緊張的現狀，為了緩解資金壓力，保證生產經營的正常運轉，通過了將募集資金港幣36,396,000元(人民幣38,600,000元)轉為流動資金的提案，該提案已獲本公司二零零四年度股東周年大會批准。

逾期定期存款

截至二零零五年六月三十日止，本集團沒有其他存放於非銀行金融機構的存款及屬於委託性質的存款，也不存在其他到期不能收回的定期存款。

本公司存放於中國租賃有限公司的人民幣30,000,000元本金，雖然已在二零零零年度經股東周年大會批准全額作壞賬撥備處理，但本公司並未放棄追討該筆資金的努力。於本期間，本公司仍在向中租公司追索該筆款項。

出售員工住房

1. 本集團於一九九八年之前員工住房遞延費用在二零零零年度財務報告中已作出相應處理。
2. 於本期間內，本公司無新的員工集資建房計劃。

USE OF PROCEEDS

The Group raised approximately HK\$424,000,000 through the issue of 160,000,000 H shares in December 1994. From the date of listing to 30 June 2005, the Company had used a total of approximately HK\$373,429,000, of which HK\$84,360,000 was used in investment projects and HK\$289,069,000 was used for debt repayment and working capital.

The balance of unutilised proceeds amounted to approximately HK\$50,571,000 which is deposited with banks in the PRC in Hong Kong Dollar and Renminbi.

In view of the Group's working capital shortage at present, the Board passed a resolution, pursuant to which the proceeds of HK\$36,396,000 (RMB38,600,000) would be utilised as the working capital in order to alleviate the stress on capital for smooth production and operation. The resolution was approved at the 2004 annual general meeting of the Company.

OVERDUE TIME DEPOSITS

The Company has no other deposits or trust deposits with non-banking financial institutions, or time deposits which cannot be withdrawn on maturity as at 30 June 2005.

Although the principal of a deposit of RMB30,000,000 with China Leasing Company Limited ("China Leasing") has been written off as a provision for bad debt at the 2000 annual general meeting of the Company, the Company has not given up the effort to recover the amount. During the Period, the Company continued to demand China Leasing for repayment of such deposit.

SALE OF STAFF QUARTERS

1. Deferred expenses on staff quarters prior to 1998 have been dealt with in the Group's financial report for the year 2000.
2. The Group had no new fund-raising plan to construct staff quarters during the Period.

統一所得稅及取消地方政府退稅優惠

本公司註冊於中國四川省成都市高新技術產業開發區（「高新區」），屬高新技術企業，根據國家稅務總局的現行政策，享受15%的所得稅率優惠，本公司至今仍享有此優惠政策。本公司不享受所得稅的退稅優惠。

UNIFIED INCOME TAX AND CANCELLATION OF LOCAL GOVERNMENT'S TAX REBATE

The Company is incorporated as a Hi-Tech enterprise in the Hi-Tech Development Zone in Chengdu (the "Hi-Tech Zone"), Sichuan Province, the PRC. According to the current policy of the State Administration of Taxation, the Company enjoys and pays income tax at a preferential rate of 15%. The Company is still enjoying such concession as at the date hereof. The Company is not entitled to any income tax rebate.

股東持股和股權結構變化

1. 股權結構

本公司截至二零零五年六月三十日止，沒有安排任何送股、配股和擴股，也未發售本公司任何新股。本期間內，本公司的股本總額和股權結構並無變動，即所有本公司已發行之股本總額為人民幣400,000,000元分為400,000,000股，每股面值為人民幣1.00元，其中境內國有法人股240,000,000股，佔已發行股本的60%，境外已發行股份（「H股」）160,000,000股，佔已發行股本的40%。

2. 主要股東持股情況

截至二零零五年六月三十日止，本公司之最大股東為中國普天信息產業股份有限公司（「普天股份公司」），持有國有法人股240,000,000股，佔已發行股本的60%，香港中央結算（代理人）有限公司於本期間初持H股為157,586,998股，佔已發行股本的39.39%，至本期間末持有H股為157,526,998股，佔已發行股本的39.38%。

SHAREHOLDING AND CHANGE OF SHARE CAPITAL STRUCTURE

1. Share capital structure

As at 30 June 2005, the Company has not made any arrangements for bonus issue, placing of shares or issue of new shares of the Company. During the Period, there was no change in the Company's total number of shares and share capital structure. The issued share capital of the Company remained as RMB400,000,000 divided into 400,000,000 shares with a par value of RMB1.00 each, comprising 240,000,000 state-owned legal person shares and 160,000,000 overseas listed foreign shares ("H Shares"), representing 60% and 40% of the issued share capital of the Company, respectively.

2. Shareholdings of substantial shareholders

As at 30 June 2005, the largest shareholder of the Company was China PUTIAN Company Limited ("CPCL"), holding 240,000,000 issued state-owned legal person shares, representing 60% of the issued share capital of the Company. At the beginning of the Period, HKSCC Nominees Limited ("HKSCC") held 157,586,998 H Shares, representing 39.39% of the issued share capital of the Company. At the end of the Period, HKSCC held 157,526,998 H Shares, representing 39.38% of the issued share capital of the Company.

於本期間內，董事會並無知悉任何人士持有任何按證券及期貨條例必須予以披露的本公司股份及相關股份中的權益或淡倉。

按照證券及期貨條例第336條保存之本公司主要股東名冊顯示，本公司曾接獲有關擁有本公司已發行H股5%或以上權益的股東之知會，該等權益為已披露之本公司董事（「董事」）、監事（「監事」）及行政總裁權益以外之權益。

據中央結算公司申明，於二零零五年六月三十日，持有本公司H股超過5%或以上的有以下中央結算系統參與者：

中央結算系統參與者	CCASS participant	該期間末持股數 Number of H Shares held at the end of the Period	持H股百分比 Percentage of H Shares
香港上海滙豐銀行有限公司	The Hong Kong & Shanghai Banking Corporation Ltd.	23,984,000	14.99%
中國銀行(香港)有限公司	Bank of China (Hong Kong) Ltd.	17,722,000	11.08%

除上述披露者外，於二零零五年六月三十日本公司並未獲悉有任何其他按證券及期貨條例必須予以披露的股權權益及本公司董事會亦無知悉任何人士直接或間接持有本公司H股5%或以上之權益。

3. 董事、監事持股情況

於二零零五年六月三十日，本公司的董事、監事及行政總裁概無於本公司或其相關法團（定義見證券及期貨條例）的股份、相關股份及債券中擁有任何根據證券及期貨條例第352條規定須於登記冊內記錄的權益及淡倉，或根據聯交所證券上市規則（「上市規則」）上市發行人董事進行證券交易的標準守則而須知會本公司及香港聯合交易所有限公司（「聯交所」）的權益及淡倉。

During the Period, the Board was not aware of any person holding any interests or short positions in shares or underlying shares of the Company which are required to be disclosed pursuant to the SFO.

As shown in the register of substantial shareholders of the Company maintained under Section 336 of the SFO, the Company has been notified by shareholders of the Company holding 5% or more of the H Shares. These are interests other than those held by directors (the "Directors"), supervisors (the "Supervisors") and chief executive officers of the Company which have already been disclosed.

As indicated by HKSCC, as at 30 June 2005, the following Central Clearing and Settlement System ("CCASS") participants held 5% or more of the total issued H Shares:

Save as disclosed above, as at 30 June 2005, the Company is not aware of any shareholding interests which are required to be disclosed pursuant to the SFO. The Board is not aware of any person holding, directly or indirectly, 5% or more of the interests in the issued H Shares.

3. Shareholdings of directors and supervisors

As at 30 June 2005, none of the Directors, Supervisors and chief executive of the Company have any interests and short positions in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of the SFO) as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers in the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

4. 購買、出售或回購上市證券

於本期間內，本公司及其任何附屬公司概無購買、出售、回購或登出本公司之任何上市證券。

5. 可兌換證券、購股權、認股權證或相類權利

本公司於本期間內並無發行任何可兌換證券、購股權、認股權證或相類權利。

重大事項

1. 本公司控股股東之變更

於二零零五年一月二十四日，本公司接獲中國普天公司的通知，作為內部重組計劃的一部分，中國普天公司已於二零零五年一月二十一日與其全資擁有之子公司普天股份公司簽訂股權轉讓協議（「股權轉讓協議」）。根據股權轉讓協議，中國普天公司無償轉讓其所有持有的本公司股權共佔已發行股本的60%予普天股份公司（「股權轉讓」）。股權轉讓令普天股份公司取代中國普天公司成為本公司的控股股東。

香港證券及期貨事務監察委員會已於二零零五年一月五日向本公司確認，已按《公司收購及合併守則》第26.1條注釋6(a)豁免普天股份公司因股權轉讓而按該守則第26.1條須履行作出全面收購本公司股份的要約責任。

股權轉讓於二零零五年三月由中國國務院國有資產監督及管理委員會批准。

董事會認為股權轉讓對本公司整體的財務及營運不會構成不利影響，並已於二零零五年一月二十五日於香港中英文報紙上作出披露。

4. Purchase, sale and repurchase of listed securities

During the Period, none of the Company's listed securities was purchased, sold, repurchased or cancelled by the Company or any of its subsidiaries.

5. Convertible securities, share options, warrants and similar instruments

During the Period, the Company did not issue any convertible securities, share options, warrants or similar instruments.

SIGNIFICANT EVENTS

1. Change of controlling shareholder

On 24 January 2005, the Company was notified by China PUTIAN that, as part of internal restructuring, China PUTIAN has entered into the share transfer agreement ("the Share Transfer Agreement") on 21 January 2005 with CPCL, a wholly-owned subsidiary of China PUTIAN. Under the Share Transfer Agreement, China PUTIAN will transfer all of its shareholding amounting to 60% of the issued share capital of the Company to CPCL at nil consideration (the "Share Transfer"). Accordingly, the Share Transfer will result in a change in the immediate controlling shareholder of the Company from China PUTIAN to CPCL.

The Securities and Futures Commission of Hong Kong confirmed to the Company on 5 January 2005 that an obligation on CPCL to make a general offer for the shares in the Company under Rule 26.1 of the "Hong Kong Code on Takeovers and Mergers" as a result of the Share Transfer is waived pursuant to Note 6(a) of such rule.

The Share Transfer was approved in March 2005 by the State-owned Asset Supervision and Administration Commission under the State Council of the PRC.

The Board is of opinion that the Share Transfer will not have any adverse impact on the overall financial conditions and operation of the Company. The Company has made relevant disclosure on Chinese and English newspapers in Hong Kong on 25 January 2005.

2. 公司搬遷

根據成都市政府的城市發展規劃，本集團總部之土地被成都市政府統一規劃另有安排，於二零零三年十二月三十日，成都市政府東郊工業區結構調整領導小組辦公室（「東調辦」）發文確定本公司為成都市第八批搬遷改造企業，本集團總部生產及辦公室區域將搬遷至高新區西部園區（「高新西區」）。

本公司於二零零四年六月二十五日與高新區管理委員會（「管委會」）就本公司在高新西區建設中國普天成都工業基地簽署了合作協議。管委會承諾向本公司提供位於高新西區面積為339,800平方米（約509.7畝）的土地用於中國普天成都工業基地的建設，本公司除繼續享受高新區的各项優惠政策外，還可享受有關的搬遷優惠政策。

董事會於二零零四年四月和十二月做出決議，批准本公司整體搬遷和以掛牌方式的交易出售本公司現有總部土地。

目前工業基地的總體設計方案已出台，工業基地的土地勘測、施工單位招標、施工水電安裝及施工圖的設計工作相繼展開。

2. Relocation of the Company

In accordance with the urban development planning of the Chengdu Municipal Government, the land where the headquarter of the Group was located, has been included in the unified planning of the Chengdu government. On 30 December 2003, the Office of the Leading Group for Restructuring of the Industrial Zone in the Eastern Suburbs of the Chengdu government (the "Leading Group") issued a document to confirm that the Company was included in Chengdu's eighth batch of enterprises that would undergo reform through relocation. As a result, the headquarter of production and office area of the Group are required to be relocated to the western district of Hi-Tech Zone Western District of the Hi-Tech Zone ("Western District of the Hi-Tech Zone").

On 25 June 2004, the Company signed a cooperation agreement with the Management Committee of Hi-Tech Zone ("Management Committee") in respect of the Company's establishment of a China PUTIAN Chengdu Industrial Base in the Western District of the Hi-Tech Zone. The Management Committee undertook to provide the Company with a piece of land with an area of 339,800 sq. m. (approximately 509.7 mu) in the Western District of the Hi-Tech Zone for the construction of the said base. Such relocation will enable the Company to continue to benefit from the preferential policies of the Hi-Tech Zone as well as the benefits under the relocation preferential policy.

In April and December 2004, the Board resolved to approve the overall relocation of the Company and the disposal of the land of the existing Company's headquarters by way of an auction in the public trading.

The overall planning of the industrial base has been formulated, under which the activities for the industrial base including ground investigation, tender invitation, utilities installation and layout of working drawings are in progress.

經成都市國土資源局批准，本集團現有總部的土地將用作城鎮住宅用地，成都市土地拍賣中心在成都市土地交易市場於二零零五年七月十九日對的162,333平方米（約合243.5畝）的土地使用權以掛牌方式交易的方式進行轉讓，掛牌成交價格為324萬元／畝。有關詳情請見二零零五年八月三日之《香港商報》及《The Standard》。

由於本集團總部搬遷工作時間跨度較長，本公司將採取措施減小在搬遷過程中對生產經營活動產生的影響。

3. 修訂公司章程

聯交所已公佈若干上市規則之修訂（依據若干過渡期安排）已於二零零四年三月三十一日生效，同時為配合本公司之控股股東之變更及本公司新增加之業務。於此等情況下，董事會為符合上述之新規定和變化及更新公司章程以及配合香港現有之慣例，對本公司之公司章程進行了修訂。

修訂後之本公司公司章程已獲本公司二零零四年度股東周年大會的批准，國家有關部門於二零零五年七月二十九日批准生效。

4. 轉讓成都康寧公司1%股權

由於全球光纖光纜市場低迷，美國康寧公司指望減少成都康寧公司現時及未來之虧損，已同意為成都康寧公司注入新硬件和設備業務（「新業務」），給成都康寧公司注入新業務之條件是美國康寧公司必須在成都康寧公司處於控股地位，即本公司轉讓在成都康寧公司1%的股份給美國康寧公司。

As approved by Chengdu State Land Resources Bureau, the land of the Group's existing headquarters shall be used as town residential mixed-usage land. On 19 July 2005, the land use right of the land with a site area of 162,333 square metres (approximately to 243.5 mu) of the existing Company's headquarters was transferred by way of an auction in the public trading at Chengdu Land Transaction Market through Chengdu Land Auction Centre, with a consideration of RMB3.24 million per mu. Please refer to Hong Kong Commercial Daily and The Standard dated 3 August 2005 for further details.

Since the relocation of the Group's headquarters will take an extended period of time, the Company will take appropriate measures to minimize the relocation's interference on the manufacturing and operating activities of the Company.

3. Amendment to the articles of association

The Stock Exchange has published certain amendments to the Listing Rules (subject to certain arrangements during transitional periods) with effect from 31 March 2004. As such, in line with the change in the controlling shareholder of the Company and the new business of the Company, the articles of association of the Company have been amended by the Board to reflect the above-mentioned new provisions and change in accordance with the prevailing practice in Hong Kong.

The amended articles of association of the Company was passed at the 2004 annual general meeting of the Company and were approved by the relevant authorities with effect from 29 July 2005.

4. Transfer of 1% of equity interests in CCS

With the sluggish global optical fibre and cables market, Corning International Corporation has agreed to inject new hardware and equipment business ("New Business") into CCS with a view to reduce CCS's current and future losses. The injection of New Business into CCS is on the condition that Corning International Corporation is to become the controlling shareholder of CCS, that is the transfer of 1% of the Company's equity interest in CCS to Corning International Corporation.

基於美國康寧公司之條件，董事會在考慮是次轉讓之利弊後，於二零零四年十二月同意本公司轉讓成都康寧公司1%之股份予美國康寧公司。雙方於二零零五年一月十六日已簽訂股權轉讓協議，並以人民幣1,548,000元之轉讓價格將成都康寧公司的1%股權轉讓予美國康寧公司。

是次股權轉讓已獲國家有關部門批准，相關手續正在辦理之中。

5. 收購成都中菱公司之股權

於二零零四年十二月，三菱電線工業有限公司（「三菱電線」）通知本公司因其檢討其內部財務狀況及於中國的發展策略後決定出售其所有於成都中菱公司的全部權益。

於二零零五年五月十二日，本公司已與雙流（本公司持有其66.67%權益的附屬公司）訂立銷售及購買協議（「銷售及購買協議」），據此本公司及雙流已同意分別向三菱電線收購成都中菱公司20%及10%的權益，其代價分別為人民幣5,733,334元（約相等於港幣5,408,806元）及人民幣2,866,666元（約相等於港幣2,704,402元）。於銷售及購買協議完成後，本公司及雙流將分別持有成都中菱公司90%及10%的權益。

上述交易的總代價代表成都中菱公司30%經審核淨資產的50%的折讓。銷售及購買協議自二零零五年三月三十一日起生效。董事（包括獨立非執行董事）相信銷售及購買協議的條款就本公司董事所知悉實屬公平合理，銷售及購買協議乃符合本公司及其股東的整體利益。

In view of the condition given by Corning International Corporation, the Board, after considering the advantages and disadvantages of such transfer, agreed to transfer 1% equity interest in CCS in December 2004 to Corning International Corporation. On 16 January 2005, the parties entered into an equity interest transfer agreement, pursuant to which the Company agreed to transfer 1% equity interest in CCS to Corning International Corporation at a consideration of RMB1,548,000.

The equity interest transfer was approved by the relevant PRC authorities and the relevant handling procedures are in processing.

5. Acquisition of equity interest of Chengdu MCIL

In December 2004, Mitsubishi Cable Industries, Ltd. ("MCIL") notified the Company that it decided to sell its entire equity interest in Chengdu MCIL after reviewing its own internal financial situation and development strategy in the PRC.

On 12 May 2005, the Company and Shuangliu (a 66.67% owned subsidiary of the Company), had entered into a sale and purchase agreement (the "Sale and Purchase Agreement"), pursuant to which the Company and Shuangliu have agreed to acquire 20% and 10% of the equity interest of Chengdu MCIL, respectively from MCIL for a consideration of RMB5,733,334 (approximately HK\$5,408,806) and RMB2,866,666 (approximately HK\$2,704,402), respectively. Upon completion of the Sale and Purchase Agreement, the Company and Shuangliu will own 90% and 10% of the equity interest of Chengdu MCIL, respectively.

The aggregate consideration of the aforementioned transactions represent a 50% discount to 30% of the audited net asset of Chengdu MCIL. The Sale and Purchase Agreement has become effective as from 31 March 2005. The Directors, including the independent non-executive Directors, believe that the terms of the Sale and Purchase Agreement are fair and reasonable as far as the Company's shareholders are concerned and the entering into the Sale and Purchase Agreement is in the best interest of the Company and its shareholders as a whole.

於銷售及購買協議的日期，三菱電線持有成都中菱公司30%權益，因此，根據上市規則三菱電線為本公司的一名關連人士。根據上市規則，銷售及購買協議構成本公司一項關連交易。由於各百分比均低於25%及銷售及購買協議下的總代價人民幣8,600,000元(約相等於港幣8,113,208元)低於港幣10,000,000元，因此，根據上市規則第14A章規定，銷售及購買協議只須符合報告及公告要求。根據上市規則第14A.45條的規定，有關詳情亦將載於本公司的下年度年報及賬目中。

根據上市規則，銷售及購買協議亦構成本公司須予披露的交易，故其根據上市規則第14.34條至14.39條規定已於二零零五年五月十三日在香港中英文報紙刊登。並於二零零五年五月二十三日向股東發出通函。

是次股權轉讓已獲國家有關部門批准，相關手續正在辦理之中。

As at the date of the Sale and Purchase Agreement, MCIL owns 30% of the equity interest of Chengdu MCIL and therefore MCIL is a connected person of the Company under the Listing Rules. Accordingly, the Sale and Purchase Agreement constitutes a connected transaction for the Company under the Listing Rules. As each of the percentage ratios is less than 25% and the aggregate consideration under the Sale and Purchase Agreement, being RMB8,600,000 (approximately HK\$8,113,208), is less than HK\$10,000,000, the Sale and Purchase Agreement is only subject to the reporting and announcement requirements set out in Chapter 14A of the Listing Rules. Relevant details will also be included in the next published annual report and accounts of the Company in accordance with Rule 14A.45 of the Listing Rules.

Pursuant to the Listing Rules, the Sale and Purchase Agreement also constitutes a discloseable transaction of the Company, and therefore were published on Chinese and English newspapers in Hong Kong on 13 May 2005 under Rules 14.34 to 14.39 of the Listing Rules. A circular was also issued to the shareholders of the Company on 23 May 2005.

The equity interest transfer was approved by the relevant PRC authorities and the relevant procedures are in progress.

審核委員會

審核委員會負責有關內部監控及財務匯報事宜，與管理層審閱本公司所採納的會計原則、會計準則及方法，探討了內部控制事宜，並已審閱截至二零零五年六月三十日止六個月的未經審計之中期財務報表。

審核委員會認為中期財務報表符合適用的會計準則及法律規定，並已作出適當的披露。

重大訴訟

於本期間，本公司或本集團其他成員並無牽涉重大訴訟或仲裁事項。

AUDIT COMMITTEE

The Audit Committee is responsible for conducting the review of internal controls and financial reports and has reviewed the unaudited interim report for the six months ended 30 June 2005.

The Audit Committee considered that the interim report has complied with the requirement of the appropriate accounting standard and laws and has made appropriate disclosure accordingly.

MATERIAL LITIGATION

During the Period, none of the Company or other members of the Group was involved in any material litigation or arbitration.

臨時股東大會

於本期間內，本公司沒有召開本公司臨時股東大會。

遵守《企業管治常規守則》

董事會認為，本公司於本期間內已遵守上市規則附錄十四所載的《企業管治常規守則》。概無董事會知悉任何資料可合理地顯示本公司未於本期間內任何時間遵守上市規則附錄十四所載的《企業管治常規守則》。

遵守《上市發行人董事進行證券交易的標準守則》

在對董事會作出特定查詢後，董事會欣然確認所有董事已於本期間內完全遵守上市規則附錄十所載的《上市發行人董事進行證券交易的標準守則》。

EXTRAORDINARY GENERAL MEETING

No extraordinary general meetings of the Company were held during the Period.

COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

The Board considered that the Company has complied with the Code on Corporate Governance Practices set out in Appendix 14 of the Listing Rules during the Period. None of the Directors is aware of any information that would reasonably indicate that the Company is not or was not for any time of the Period in compliance with the Code on Corporate Governance Practices in Appendix 14 of the Listing Rules.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

After the specific enquiries to the Directors, the Board is pleased to confirm that all the Directors have fully complied with the Model Code for Securities Transactions by the Directors of Listed Issuers in Appendix 10 of the Listing Rules during the Period.

於聯交所網站披露資料

載有本集團二零零五年詳細中期業績之光碟，將於呈交聯交所後，將於適當時候在聯交所網址 (<http://www.hkex.com.hk>) 發表及在本公司網站 (<http://www.cdc.com.cn>) 刊載。

於本報告刊發之日期，董事會成員包括：

執行董事： 徐名文、郭愛清、王中夫、
鮑煜虹、張仲琪及范先達

非執行董事：陳葆心、孫家驥及吳正德

註：

本中期業績報告分別以中文及英文兩種文字編制，在閱讀本公告時對兩種文字的理解發生歧義時，請以中文文本為準。

承董事會命
徐名文
董事長

中國•成都，二零零五年八月十八日

DISCLOSURE OF INFORMATION ON THE WEBSITE OF THE STOCK EXCHANGE

The 2005 interim results of the Group, upon the submission of a CD-rom with all detailed information to the Stock Exchange, will be available on the website of the Stock Exchange (<http://www.hkex.com.hk>) and the Company's website (<http://www.cdc.com.cn>) in due course.

As at the date of this report, the Board comprises:

Executive Directors: Xu Mingwen, Kuo Aiching, Wang Zhongfu, Bao Yuhong, Zhang Zhongqi and Mr. Fan Xianda

Independent non-executive Directors: Chen Po Sum, Sun Jiayuan and Wu Zhengde

Remarks:

This interim report is prepared in both the Chinese and English languages. In the event of any discrepancies in the meaning of the Chinese and English versions, the Chinese version shall prevail.

By order of the Board
Xu Mingwen
Chairman

Chengdu, the PRC, 18 August 2005

簡明綜合損益表

CONDENSED CONSOLIDATED INCOME STATEMENT

截至二零零五年六月三十日止六個月

FOR THE SIX MONTHS ENDED 30 JUNE 2005

		截至六月三十日止六個月		
		Six months ended 30 June		
		二零零五年	二零零四年	
		2005	2004	
		人民幣千元	人民幣千元	
		RMB'000	RMB'000	
		(未經審核)	(未經審核)	
		(Unaudited)	(Unaudited)	
	附註			
	NOTES			
營業額	Turnover	4	215,950	277,350
銷售成本	Cost of sales		(190,882)	(253,042)
毛利	Gross profit		25,068	24,308
其他業務收入	Other operating income	5	5,988	8,462
分銷費用	Distribution costs		(18,859)	(19,121)
行政及其它費用	Administrative and other expenses		(25,559)	(38,265)
財務費用	Finance costs		(4,881)	(5,790)
應佔聯營公司業績	Share of results of associates		(9,125)	(9,319)
除稅前虧損	Loss before taxation	6	(27,368)	(39,725)
所得稅	Taxation	7	(4,998)	3,371
本期間虧損淨額	Net loss for the period		(32,366)	(36,354)
其中：	Attributed to:			
本公司股東應佔虧損	Equity holders of the Company		(27,841)	(36,395)
少數股東應佔虧損	Minority interests		(4,525)	41
			(32,366)	(36,354)
股息	Dividend	8	—	—
每股基本虧損	Basic loss per share	9	(RMB0.0696)	(RMB0.0910)

簡明綜合資產負債表

CONDENSED CONSOLIDATED BALANCE SHEET

於二零零五年六月三十日

AT 30 JUNE 2005

		附註 NOTES	二零零五年 六月三十日 30.6.2005 人民幣千元 RMB'000 (未經審核) (Unaudited)	二零零四年 十二月三十一日 31.12.2004 人民幣千元 RMB'000 (經審核) (Audited) (重新列示) (Restated)
非流動資產	Non-current assets			
土地使用權之 預付租賃款項	Prepaid lease payments on land use rights		65,221	66,144
物業、廠房及設備	Property, plant and equipment	10	219,360	230,936
在建工程	Construction in progress	10	10,938	26,315
聯營公司權益	Interests in associates		149,110	156,649
可供出售之投資	Available-for-sale investments		2,728	2,728
長期應收款項	Long-term receivable	11	—	—
			447,357	482,772
流動資產	Current assets			
土地使用權 之預付租賃款項	Prepaid lease payments on land use rights		1,846	1,846
存貨	Inventories		170,471	164,812
應收貿易帳款	Trade receivables	12	174,989	183,895
其他應收款項、 按金及預付款項	Other receivables, deposits and prepayments		12,451	—
應收聯營公司帳款	Amounts due from associates	19	1,748	3,591
應收關連公司帳款	Amounts due from related companies	19	330	530
銀行存款、結餘及現金	Bank deposits, balances and cash	13	127,734	173,058
			489,569	527,732
流動負債	Current liabilities			
應付貿易帳款	Trade payables	14	66,979	74,042
其他應付款及 應計提費用	Other payables and accrued charges		53,308	53,556
暫收款項	Temporary receipts		712	977
職工住房定金	Deposits for staff quarters		7,427	17,796
應付聯營公司帳款	Amounts due to associates	19	20,063	28,198
稅項	Taxation		3,348	547
一年內到期的銀行貸款	Bank borrowings - amount due within one year		141,955	154,955
			293,792	330,071
流動資產淨額	Net current assets		195,777	197,661
			643,134	680,433
資本及儲備	Capital and reserves			
股本	Share capital	15	400,000	400,000
儲備	Reserves	16	123,979	151,214
			523,979	551,214
少數股東權益	Minority interests		105,312	112,638
非流動負債	Non-current liabilities			
超過一年內到期的 銀行貸款	Bank borrowings - amount due after one year		13,843	16,581
			643,134	680,433

簡明綜合權益變動表

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

截至二零零五年六月三十日止六個月

FOR THE SIX MONTHS ENDED 30 JUNE 2005

		權益總額 Total equity 人民幣千元 RMB'000
於二零零四年一月一日	At 1 January 2004	612,587
截至二零零四年六月三十日止 六個月虧損淨額	Net loss for the six months ended 30 June 2004	(36,395)
於二零零四年六月三十日及 二零零四年七月一日	At 30 June 2004 and 1 July 2004	576,192
應佔聯營公司的儲備	Share of reserve of associate	65
截至二零零四年十二月三十一日止 六個月虧損淨額	Net loss for the six months ended 31 December 2004	(25,043)
於二零零四年十二月三十一日及 二零零五年一月一日	At 31 December 2004 and 1 January 2005	551,214
應佔聯營公司的儲備	Share of reserve of associate	606
截至二零零五年六月三十日止 六個月虧損淨額	Net loss for the six months ended 30 June 2005	(27,841)
於二零零五年六月三十日	At 30 June 2005	523,979

簡明綜合現金流量表

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

截至二零零五年六月三十日止六個月

FOR THE SIX MONTHS ENDED 30 JUNE 2005

		截至六月三十日止六個月	
		Six months ended 30 June	
		二零零五年	二零零四年
		2005	2004
		人民幣千元	人民幣千元
		RMB'000	RMB'000
		(未經審核)	(未經審核)
		(Unaudited)	(Unaudited)
經營業務所耗之現金淨額	Net cash used in operating activities	(18,577)	(42,082)
投資活動所得之現金淨額	Net cash from investing activities	10,337	20,748
融資活動(所耗)所得之現金淨額	Net cash (used in) from financing activities	(23,419)	17,734
現金及現金等值項目減少淨額	Net decrease in cash and cash equivalents	(31,659)	(3,600)
期初現金及現金等值項目	Cash and cash equivalents at beginning of the period	101,202	90,534
期末現金及現金等值項目	Cash and cash equivalents at end of the period	69,543	86,934

簡明綜合財務報告附註

截至二零零五年六月三十日止六個月

1. 簡介

本公司是在中國註冊成立之有限公司。本公司之最終控股公司為中國普天公司，該公司乃在中國成立的國有機構。

中國普天公司已於二零零五年一月二十一日與其全資擁有之附屬公司普天股份公司簽訂股權轉讓協議。根據該協議，中國普天公司無償轉讓其所持有本公司股權予普天股份公司。普天股份公司乃於中國成立之股份有限公司，董事認為普天股份公司為本公司的直接控股公司。

本公司之股本在聯交所掛牌上市。

本集團主要業務為生產及銷售各類通訊電纜(包括不同類型的銅纜及光纜)、光纖、電纜套管、製造電纜使用的設備、生產配件及材料等。

2. 編製基準

此簡明綜合財務報告乃按聯交所證券上市規則附錄十六之適用披露規定及香港會計師公會(「香港會計師公會」)頒佈的香港會計準則(「香港會計準則」)第34號有關「中期財務報告」而編製。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2004

1. GENERAL

The Company was incorporated in the PRC with limited liability. Its ultimate holding company is China PUTIAN, a state-owned enterprise established in the PRC.

China PUTIAN has entered into the Share Transfer Agreement on 21 January 2005 with CPCL, a wholly-owned subsidiary by China PUTIAN. Under the Share Transfer Agreement, China PUTIAN transferred all of its shareholding in the Company to CPCL at no consideration. CPCL is a joint stock limited company established in the PRC with limited liability. The Board regard CPCL is the immediate holding company of the Company.

The Company's shares are listed on the Stock Exchange.

The Group is principally engaged in the manufacture and sale of various types of telecommunication cables (including different types of copper cables and optical fibre cables), optical fibres, cable joining sleeves, as well as equipment, manufacturing parts and materials for the production of cables.

2. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rule") and with the Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

3. 主要會計政策

此簡明綜合財務報告是按歷史成本基礎編制，並就重估證券投資而修訂。

除下文所述者外，簡明財務報表所採用之會計政策與本集團編製截至二零零四年十二月三十一日止年度之年度財務報表所依循者貫徹一致。

於本期間，本集團已首次採納香港會計師公會頒佈之多項新訂及經修訂適用香港會計準則，香港財務報告準則（「香港財務報告準則」）及詮釋（以下統稱「新香港財務報告準則」），該等準則於二零零五年一月一日或之後開始之會計期間生效。

採納該等新香港財務報告準則導致本集團以下方面之會計政策改變。然而，採納該等新香港財務報告準則並無對本期間或過往期間本集團經營業績及財政狀況之編製及呈列方式構成重大影響。因此，毋須作出前期調整。

(i) 財務工具

於本期間，本集團已應用香港會計準則第39號「財務工具：確認及計量」。香港會計準則第39號於二零零五年一月一日或之後開始之會計期間生效，一般不允許追溯性確認、解除確認或計量財務資產與負債。因實施香港會計準則第39號而產生之主要影響概述如下：

財務資產與財務負債之分類及計量

本集團已應用香港會計準則第39號之有關過渡性條文於分類及計量有關香港會計準則第39號範圍內之財務資產與財務負債。

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared under the historical cost convention, as modified for the revaluation of certain investments in securities.

The accounting policies adopted in the condensed financial statements are consistent with those followed in the preparation of the Group's financial statements for the year ended 31 December 2004, except as described below.

In the Period, the Group has adopted, for the first time, a number of new and revised applicable HKASs, Hong Kong Financial Reporting Standards ("HKFRSs") and Interpretations (hereinafter collectively referred to as "new HKFRSs") issued by the HKICPA, which are effective for accounting periods beginning on or after 1 January 2005.

The adoption of these new HKFRSs has resulted in changes to the Group's accounting policies in the following areas. However, the adoption of these new HKFRSs has had no material effect on how the results of operations and financial position of the Group are prepared and presented for the current and prior periods. Accordingly, no prior period adjustment has been required.

(i) Financial Instruments

In the Period, the Group has applied HKAS 39 "Financial Instruments: Recognition and Measurement". HKAS 39, which is effective for annual periods beginning on or after 1 January 2005, generally does not permit the recognition, derecognition or measurement of financial assets and liabilities on a retrospective basis. The principal effects resulting from the implementation of HKAS 39 are summarized below:

Classification and measurement of financial assets and financial liabilities

The Group has applied the relevant transitional provisions in HKAS 39 with respect to classification and measurement of financial assets and financial liabilities that are within the scope of HKAS 39.

於二零零四年十二月三十一日前，本集團根據會計實務準則第24號（「會計實務準則第24號」）之基準處理方法將其債務與股本證券分類及計量。根據會計實務準則第24號，於債務或股本證券之投資分類為「投資證券」、「其它投資」或「持有至到期之投資」（如適用）。「投資證券」乃按成本減減值虧損（如有）列賬，而「其它投資」則按公允值計量，其未變現收益或虧損計入損益。持有至到期之投資乃按已攤銷成本減減值虧損（如有）列賬。自二零零五年一月一日起，本集團根據香港會計準則第39號將其債務與股本證券分類及計量。根據香港會計準則第39號，財務資產分類為「按盈虧釐定公允值之財務資產」、「可供出售之財務資產」、「貸款及應收款項」或「持有至到期之財務資產」。資產乃取決於其收購之目的而分類。「按盈虧釐定公允值之財務資產」及「可供出售之財務資產」乃按公允值列賬，公允值之變動分別於損益及權益中確認。公允值不能可靠計算之可供出售之財務資產乃按成本值減累計減值列賬。「貸款及應收款項」及「持有至到期之財務資產」採用實際利息法按已攤銷成本計量。

於二零零五年一月一日，本集團根據香港會計準則第39號之規定將其債務與股本證券分類及計量。非流動資產內人民幣2,728,000元之投資證券於二零零五年一月一日重新分類為可供出售之投資。

By 31 December 2004, the Group classified and measured its debt and equity securities in accordance with the benchmark treatment of Statement of Standard Accounting Practice 24 ("SSAP 24"). Under SSAP 24, investments in debt or equity securities are classified as "investment securities", "other investments" or "held-to-maturity investments" as appropriate. "Investment securities" are carried at cost less impairment losses (if any) while "other investments" are measured at fair value, with unrealised gains or losses included in the profit or loss. Held-to-maturity investments are carried at amortised cost less impairment losses (if any). From 1 January 2005 onwards, the Group classifies and measures its debt and equity securities in accordance with HKAS 39. Under HKAS 39, financial assets are classified as "financial assets at fair value through profit or loss", "available-for-sale financial assets", "loans and receivables" or "held-to-maturity financial assets". The classification depends on the purpose for which the assets are acquired. "Financial assets at fair value through profit or loss" and "available-for-sale financial assets" are carried at fair value, with changes in fair values recognised in profit or loss and equity respectively. Available-for-sale financial assets of which the fair value cannot be measured reliably are stated at cost less impairment losses. "Loans and receivables" and "held-to-maturity financial assets" are measured at amortised cost using the effective interest method.

On 1 January 2005, the Group classified and measured its debt and equity securities in accordance with the requirements of HKAS 39. Investment securities classified under non-current assets with carrying amount of RMB2,728,000 was reclassified to available-for-sale investments on 1 January 2005.

(ii) 業主自用土地租賃權益

於以往期間，業主自用租賃土地及樓宇計入物業、廠房及設備，並採用成本模式計量。於本期間，本集團已採用香港會計準則第17號「租賃」。根據香港會計準則第17號，就租賃分類而言，租賃土地及樓宇之土地與樓宇部份分開考慮，除非租賃款項無法可靠地在土地與樓宇部分之間作出分配，則在該情況下，整份租賃一般會被作為融資租賃處理。倘租賃款項能夠可靠地在土地與樓宇部份之間作出分配，則將土地租賃權益重新分類為經營租賃之土地使用權預付租賃款項，該租賃款項乃按成本列賬，並於租賃期內以直線法攤銷。此會計政策變動已被追溯應用。倘租賃款項無法可靠地在土地與樓宇部分之間作出分配，土地租賃權益將繼續列作物業、廠房及設備處理。

(ii) Owner-occupied Leasehold Interest in Land

In previous periods, owner-occupied leasehold land and buildings were included in property, plant and equipment and measured using the cost model. In the Period, the Group has applied HKAS 17 "Leases". Under HKAS 17, the land and buildings elements of a lease of land and buildings are considered separately for the purposes of lease classification, unless the lease payments cannot be allocated reliably between the land and buildings elements, in which case, the entire lease is generally treated as a finance lease. To the extent that the allocation of the lease payments between the land and buildings elements can be made reliably, the leasehold interests in land are reclassified to prepaid lease payments on land use rights under operating leases, which are carried at cost and amortised over the lease term on a straight-line basis. This change in accounting policy has been applied retrospectively. Alternatively, where the allocation between the land and buildings elements cannot be made reliably, the leasehold interests in land continue to be accounted for as property, plant and equipment.

採納香港會計準則第17號對綜合資產負債表影響：

Effect on adopting HKAS 17 on condensed consolidated balance sheet:

		二零零五年 六月三十日 30.6.2005	二零零四年 十二月三十一日 31.12.2004
		人民幣千元 (未經審核) RMB'000 (Unaudited)	人民幣千元 (經審核) RMB'000 (Audited)
物業、廠房及設備減少	Decrease in property, plant and equipment	(67,067)	(67,990)
土地使用權之預付租賃款項增加	Increase in prepaid lease payments on land use rights	67,067	67,990
權益變動	Changes in equity	—	—

(iii) 尚未生效之新會計準則可能產生之影響

(iii) Potential Impact Arising On the New Accounting Standard Not Yet Effective

本集團並無提早採納以下已頒佈但尚未生效之新香港財務報告準則。本公司董事預計，採用該等新香港財務報告準則將不會對本集團之財務報告構成重大影響。

The Group has not early applied the following new HKFRSs that have been issued but are not yet effective. The directors of the Company anticipate that the application of these new HKFRSs will have no material impact on the financial statements of the Group.

香港會計準則第19號(修訂本)
精算盈虧、集團計劃及披露

HKAS 19 (Amendment)
Actuarial Gains and Losses,
Group Plans and Disclosures

香港會計準則第39號(條訂本)
預測集團內部交易之
現金流量對沖會計法

HKAS 39 (Amendment)
Cash Flow Hedge Accounting of Forecast Intragroup
Transactions

香港會計準則第39號(條訂本)
公允值期權

HKAS 39 (Amendment)
The Fair Value Option

香港財務報告準則第6號
勘探及評估礦物資源

HKFRS 6
Exploration for and Evaluation of Mineral Resources

香港財務報告準則詮釋第4號
釐定安排是否包括租賃

HKFRS-Int 4
Determining Whether an Arrangement contains a Lease

香港財務報告準則詮釋第5號
享有解除運作、修復及環境修復
基金所產生權益之權利

HKFRS-Int 5
Rights to Interests arising from Decommissioning,
Restoration and Environmental Rehabilitation Funds

4. 業務及地區分析資料

由於管理上理由，本集團現時主要由三項業務分析組成，生產及銷售銅纜及相關產品，光纖產品及電纜套管及相關產品。

該等分項是本集團報告其主要分析資料之基礎。

截至二零零五年及二零零四年六月三十日止六個月的業務分析如下：

4. BUSINESS AND GEOGRAPHICAL SEGMENT INFORMATION

For management purposes, the Group is currently organised into three main operating segments, manufacture and sale of copper cable and related products, optical fibre products and cable joining sleeves and related products.

These divisions are the basis on which the Group reports its primary segment information.

Segment information for the six months ended 30 June 2005 and 2004 about these businesses is presented below:

		截至二零零五年六月三十日止六個月					
		Six months ended 30 June 2005					
		生產及 銷售銅纜 及相關產品	生產及 銷售 光纖產品	生產及銷售 電纜套管及 相關產品	其他業務	抵銷數*	合併數
		Manufacture and sale of copper cable and related products	Manufacture and sale of optical fibre products	Manufacture and sale of cable joining sleeves and related products	Other operations	Elimination*	Consolidated
		人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000
業務收入	SEGMENT TURNOVER						
對外收入	External turnover	169,340	14,480	32,130	—	—	215,950
內部收入	Inter-segment turnover	11,770	—	187	—	(11,957)	—
總收入	Total turnover	181,110	14,480	32,317	—	(11,957)	215,950
業務結果	SEGMENT RESULT	(16,633)	(3,856)	3,727	—	—	(16,762)
未攤分其他業務收入	Unallocated other operating income						3,400
財務費用	Finance costs						(4,881)
應佔聯營公司業績	Share of results of associates						(9,125)
除稅前虧損	Loss before taxation						(27,368)

截至二零零四年六月三十日止六個月
Six months ended 30 June 2004

		生產及 銷售銅纜 及相關產品	生產及 銷售 光纖產品	生產及銷售 電纜套管及 相關產品	其他業務	抵銷數*	合併數
		Manufacture and sale of copper cable and related products	Manufacture and sale of optical fibre products	Manufacture and sale of cable joining sleeves and related products	Other operations	Elimination*	Consolidated
		人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000
業務收入	SEGMENT TURNOVER						
對外收入	External turnover	219,832	29,630	27,888	—	—	277,350
內部收入	Inter-segment turnover	26,334	20	230	—	(26,584)	—
總收入	Total turnover	246,166	29,650	28,118	—	(26,584)	277,350
業務結果	SEGMENT RESULT	(29,088)	(1,496)	(2,494)	—	—	(33,078)
未攤分其他業務收入	Unallocated other operating income						8,462
財務費用	Finance costs						(5,790)
應佔聯營公司業績	Share of results of associates						(9,319)
除稅前虧損	Loss before taxation						(39,725)

* 內部交易價格乃按市場估計價格釐定。若沒有市場估計價格，按成本加以一定百分比率利潤釐定。

* The inter-segment transactions were carried at estimated fair market price or, where no market price was available, at cost plus a percentage profit mark-up.

因本集團之所有業務均在中國進行，本集團之所有營業額及經營業績均於中國所獲得。

All of the activities of the Group are based in the PRC and all of the Group's turnover and results are derived from the PRC.

5. 其他業務收入

5. OTHER OPERATING INCOME

截至六月三十日止六個月	
Six months ended 30 June	
二零零五年	二零零四年
2005	2004
人民幣千元 (未經審核)	人民幣千元 (未經審核)
RMB'000 (Unaudited)	RMB'000 (Unaudited)

其他業務收入包括： Included in other operating income is:
利息收入 Interest income

899

817

6. 除税前虧損

6. LOSS BEFORE TAXATION

		截至六月三十日止六個月	
		Six months ended 30 June	
		二零零五年	二零零四年
		2005	2004
		人民幣千元	人民幣千元
		(未經審核)	(未經審核)
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
除税前虧損已扣除：	Loss before taxation has been arrived at after charging:		
物業、廠房及設備折舊	Depreciation of property, plant and equipment	13,774	16,719
攤銷土地使用權之預付租賃款項	Amortisation of prepaid lease payments on land use rights	923	923

7. 所得稅

7. TAXATION

		截至六月三十日止六個月	
		Six months ended 30 June	
		二零零五年	二零零四年
		2005	2004
		人民幣千元	人民幣千元
		(未經審核)	(未經審核)
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
所得稅支出(抵免)包括：	The taxation charge (credit) comprises:		
本集團應佔稅項	Taxation attributable to the Group		
中國所得稅	PRC income tax		
本期撥備	Provided for the period	1,740	2,059
以前期間少(過度)撥備	Under (Over)-provision in prior periods	3,258	(5,524)
		4,998	(3,465)
應佔聯營公司稅項	Share of taxation attributable to associates		
中國所得稅	PRC income tax	—	94
		4,998	(3,371)

中國所得稅是根據集團內各公司估計應課稅溢利按有關稅率計算。

Income tax in the PRC has been provided at the prevailing rates on the estimated assessable profit applicable to each individual company within the Group in the PRC.

由於本集團的收益均不在香港獲得或產生，故並無於簡明綜合財務報告內對香港所得稅作出任何稅項準備。

No provision for Hong Kong Profits Tax has been made in the condensed consolidated financial statements as the Group's income neither arises in, nor is derived from, Hong Kong.

8. 股息

董事建議不派發本期間的中期股息。

9. 每股基本虧損

每股基本虧損乃根據本期間虧損淨額人民幣27,841,000元(二零零四年六月三十日止六個月：人民幣36,395,000元)及本期間內已發行400,000,000(二零零四年六月三十日：400,000,000)股計算。

10. 物業、廠房及設備及在建工程

於本期間，本集團分別支付約人民幣709,000元及人民幣2,832,000元(二零零四年六月三十日止六個月：人民幣3,539,000元及人民幣4,030,000元)於添置物業、廠房及設備及在建工程。

11. 長期應收款項

應收一間附屬公司，
東莞CDC電纜廠之前度
少數股東款項
減：準備

8. DIVIDEND

The directors do not recommend the payment of an interim dividend for either period.

9. BASIC LOSS PER SHARE

The calculation of basic loss per share is based on the net loss for the Period of RMB27,841,000 (six months ended 30 June 2004: RMB36,395,000) and on 400,000,000 (30 June 2004: 400,000,000) shares in issue during the period.

10. PROPERTY, PLANT AND EQUIPMENT AND CONSTRUCTION IN PROGRESS

During the period, the Group spent approximately RMB709,000 and RMB2,832,000 (six months ended 30 June 2004: RMB3,539,000 and RMB4,030,000) on additions to property, plant and equipment and construction in progress respectively.

11. LONG TERM RECEIVABLE

二零零五年 六月三十日 30.6.2005	二零零四年 十二月三十一日 31.12.2004
人民幣千元 (未經審核)	人民幣千元 (經審核)
RMB'000 (Unaudited)	RMB'000 (Audited)

Amounts due from a former minority
shareholder of Dongguan CDC
Cable Factory, a subsidiary
of the Company
Less: Allowance

23,770	23,770
(23,770)	(23,770)
—	—

該款項為無抵押及免利息的。

The amounts are interest-free and unsecured.

12. 應收貿易帳款

12. TRADE RECEIVABLES

		二零零五年 六月三十日 30.6.2005	二零零四年 十二月三十一日 31.12.2004
		人民幣千元 (未經審核) RMB'000 (Unaudited)	人民幣千元 (經審核) RMB'000 (Audited)
應收貿易帳款之 帳齡分析如下：	An aged analysis of trade receivables is as follows:		
九十日內	Within 90 days	78,972	88,802
九十一日至一百八十日	91-180 days	38,657	47,865
一百八十一日至 三百六十五日	181-365 days	46,202	40,659
三百六十五日以上	Over 365 days	11,158	6,569
		174,989	183,895

本集團給予貿易客戶平均信用期限為一百二十日。

The Group grants an average credit period of 120 days to its trade customers.

13. 銀行存款、結餘及現金

13. BANK DEPOSITS, BALANCES AND CASH

		二零零五年 六月三十日 30.6.2005	二零零四年 十二月三十一日 31.12.2004
		人民幣千元 (未經審核) RMB'000 (Unaudited)	人民幣千元 (經審核) RMB'000 (Audited)
銀行存款：	Bank deposits:		
抵押存款(附註a)	Pledged deposits (note a)	56,236	52,516
非抵押存款	Unpledged deposits		
— 專項存款(附註b)	— Designated deposits (note b)	1,955	2,140
— 其他	— Others	—	17,200
		58,191	71,856
銀行結餘及現金	Bank balances and cash	69,543	101,202
		127,734	173,058

附註：

Notes:

- a. 該款項抵押予銀行，作為本集團已取得的短期銀行貸款及未使用的信貸額之保證，因此被列作流動資產。
- (a) The amounts represent deposits pledged to banks to secure short-term bank borrowings and undrawn banking facilities granted to the Group, and are therefore classified as current assets.
- b. 該款項為收到員工按集團職工住房計劃提供的集資款，以集團名義存入銀行。
- (b) The amounts represent contributions received from employees in respect of the staff quarters development plans of the Group which have been deposited with the banks under the name of the Group.

14. 應付貿易帳款

應付貿易帳款之
帳齡分析如下:

九十日內	Within 90 days
九十一日至一百八十日	91-180 days
一百八十一日至 三百六十五日	181-365 days
三百六十五日以上	Over 365 days

An aged analysis of
trade payables is as follows:

二零零五年 六月三十日 30.6.2005	二零零四年 十二月三十一日 31.12.2004
人民幣千元 (未經審核) RMB'000 (Unaudited)	人民幣千元 (經審核) RMB'000 (Audited)

44,522	48,778
14,493	15,605
7,106	8,496
858	1,163
66,979	74,042

15. 股本

由二零零四年一月一日至二零零五年六月三十日止期間，本公司的股本並沒有任何變動。

15. SHARE CAPITAL

There were no movements in share capital of the Company during the period from 1 January 2004 to 30 June 2005.

16. 儲備

於二零零四年
一月一日
本期間虧損淨額

於二零零四年
六月三十日
應佔聯營公司
的儲備
本期間虧損淨額

於二零零四年
十二月三十一日
應佔聯營公司的儲備
本期間虧損淨額

於二零零五年
六月三十日

At 1 January
2004
Net loss for
the period

At 30 June
2004
Share of reserve
of associate
Net loss for
the period

At 31 December
2004
Share of reserve
of associate
Net loss for
the period

At 30 June
2005

股本溢價	資本儲備	其他儲備	法定盈餘 公積金	法定 公益金	商譽	累計虧損	總數
Share premium	Capital reserve	Other reserve	Statutory surplus reserve fund	Statutory public welfare fund	Goodwill	Accumulated losses	Total
人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000	人民幣千元 RMB'000
303,272	287,391	10,828	31,708	19,111	(12,473)	(427,250)	212,587
—	—	—	—	—	—	(36,395)	(36,395)
303,272	287,391	10,828	31,708	19,111	(12,473)	(463,645)	176,192
—	—	—	65	—	—	—	65
—	—	—	—	—	—	(25,043)	(25,043)
303,272	287,391	10,828	31,773	19,111	(12,473)	(488,688)	151,214
—	606	—	—	—	—	—	606
—	—	—	—	—	—	(27,841)	(27,841)
303,272	287,997	10,828	31,773	19,111	(12,473)	(516,529)	123,979

17. 資本承擔

於資產負債表日，本集團有以下資本承擔：

已訂約但尚未撥備：
— 機器及設備添置

— 收購一間附屬公司股權

17. CAPITAL COMMITMENTS

At the balance sheet date, the Group had the following capital commitments:

Contracted but not provided for:
— Acquisition of machinery and equipment
— Acquisition of interests in a subsidiary

二零零五年 六月三十日 30.6.2005 人民幣千元 (未經審核) RMB'000 (Unaudited)	二零零四年 十二月三十一日 31.12.2004 人民幣千元 (經審核) RMB'000 (Audited)
--------------------------------------------------------------------------	--------------------------------------------------------------------------

—	177
8,600	—
8,600	177

18. 資產抵押

於資產負債表日，本集團將以下資產抵押予銀行，作為本集團的信貸而取得的信貸額為人民幣60,482,000元(二零零四年十二月三十一日：人民幣68,982,000元)之保證。

18. PLEDGE OF ASSETS

At the balance sheet date, the Group pledged the following assets to banks as security for general banking facilities granted to the Group amounting to RMB60,482,000 (31 December 2004: RMB68,982,000):

二零零五年 六月三十日 30.6.2005 人民幣千元 (未經審核) RMB'000 (Unaudited)	二零零四年 十二月三十一日 31.12.2004 人民幣千元 (經審核) RMB'000 (Audited)
--------------------------------------------------------------------------	--------------------------------------------------------------------------

銀行存款	Bank deposits	56,236	52,516
應收貿易帳款	Trade receivables	1,773	—
土地使用權之預付 租賃款項	Prepaid lease payments on land use rights	2,760	2,869
建築物	Buildings	11,275	11,715

72,044	67,100
---------------	--------

19. 關連交易及結餘

於二零零五年及二零零四年六月三十日止六個月，本集團與其關連公司進行的交易概要如下：

中國普天公司及其附屬公司 China Putian and its subsidiaries

聯營公司 Associates

除上述披露外，截至二零零五年六月三十日止六個月本集團收取聯營公司技術轉讓費為人民幣164,000元（二零零四年六月三十日止六個月：人民幣168,000元）。

本公司董事確認上述的交易價格乃按市場估計價格釐定。若沒有市場估計價格，按成本加以一定之百分比率利潤釐定。

19. RELATED PARTY TRANSACTIONS AND BALANCES

During the six months ended 30 June 2005 and 2004, the Group entered into the following transactions with related parties:

銷貨		購貨	
Trade sales		Trade purchases	
六月三十日止六個月		六月三十日止六個月	
Six months ended 30 June		Six months ended 30 June	
二零零五年	二零零四年	二零零五年	二零零四年
2005	2004	2005	2004
人民幣千元	人民幣千元	人民幣千元	人民幣千元
(未經審核)	(未經審核)	(未經審核)	(未經審核)
RMB'000	RMB'000	RMB'000	RMB'000
(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
—	672	—	—
4,567	1,854	8,096	6,568

In addition, the Group received technology transfer fees of RMB164,000 (six months ended 30 June 2004: RMB168,000) from its associates for the six months ended 30 June 2005.

In the opinion of the directors of the Company, the above transactions were carried out at estimated fair market price or, where no market price was available, at cost plus a percentage profit mark-up.

於資產負債表日，本集團與其關連公司的往來餘額概要如下：

At the balance sheet date, the Group had the following balances with related parties:

		應收關連公司 Amounts due from related companies		應付關連公司 Amounts due to related companies	
		二零零五年 六月三十日 30.6.2005	二零零四年 十二月三十一日 31.12.2004	二零零五年 六月三十日 30.6.2005	二零零四年 十二月三十一日 31.12.2004
		人民幣千元 (未經審核) RMB'000 (Unaudited)	人民幣千元 (經審核) RMB'000 (Audited)	人民幣千元 (未經審核) RMB'000 (Unaudited)	人民幣千元 (經審核) RMB'000 (Audited)
中國普天公司及其附屬公司	China Putian and its subsidiaries	<u>330</u>	<u>530</u>	<u>—</u>	<u>—</u>
聯營公司	Associates	<u>1,748</u>	<u>3,591</u>	<u>20,063</u>	<u>28,198</u>

於二零零五年六月三十日，中國普天公司授予本集團銀行貸款之擔保金額為人民幣120,000,000元(二零零四年十二月三十一日：人民幣120,000,000元)。

At 30 June 2005, China PUTIAN is providing guarantees for banking facilities amounting to RMB120,000,000 (31 December 2004: RMB120,000,000) granted to the Group.

與關連公司及聯營公司之往來結餘，乃無抵押、免利息及無固定還款限期。

The above balances with related companies and associates are unsecured, interest-free and have no fixed terms of repayments.

20. 期後重大事項

於資產負債表日後，本公司於二零零五年七月十九日，以掛牌交易方式出售一塊土地（「該出售」），並於二零零五年七月二十七日及二零零五年七月二十八日與獨立第三方成都怡和天成物業發展有限公司（「怡和天成」）分別簽訂土地轉讓合同及補充合同（「補充合同」），雙方協議以人民幣788,000,000元為代價出售位於中國四川省成都市高新技術開發區紫荊西路2號的一塊面積約為162,333平方米的工業用地（「該土地」），該土地於二零零五年六月三十日賬面淨值為人民幣44,968,000元。雙方已同意本公司須於補充合同日期起計兩年半內，完成土地轉讓予怡和天成。

根據上市規則第十四章，該出售構成一項本公司的非常重大出售，因此須待股東於臨時股東大會上批准後方可作實。

20. POST BALANCE SHEET EVENTS

Subsequent to the balance sheet date, the Company disposed a piece of land through an auction in the public trading held on 19 July 2005 (the "Disposal") and has signed the land transfer agreement and the supplemental agreement (the "Supplement Agreement") with an Independent Third Party, Chengdu Harmony-Tian Cheng Real Estate Development Co. Ltd. ("Harmony") on 27 July 2005 and 28 July 2005 respectively. Pursuant to the agreements, both parties agreed to dispose the land located in No2, Zijing West Road, Hi-Tech Development Zone, Chengdu, Sichuan Province, PRC (the "Land") for a consideration of RMB788,000,000. The area of the Land for industrial use is approximately 162,333 square metres with the net book value RMB 44,968,000 as at 30 June 2005. The parties therein have agreed that the Company shall complete the transfer of the Land to Harmony within two and a half years from the date of the Supplemental Agreement.

According to Chapter 14 of the Listing Rules, the Disposal constitutes a very substantial disposal for the Company and is therefore conditional on approval by the shareholders at the extraordinary general meeting.