Consolidated Balance Sheet

(As at 31 December 2005)

(All amounts in RMB thousand unless otherwise stated)

	Note	2005	Restated 2004
ASSETS			
Non-current assets			
Property, plant and equipment	6	**184,144**	119,411
Land use rights	7	**4,955**	5,065
Intangible assets	8	**22,705**	16,897
Available-for-sale financial assets	9	**400**	–
Investment securities	9	**–**	400
		212,204	141,773
Current assets			
Inventories	11	**33,306**	19,494
Trade receivables	12	**101,771**	67,229
Prepayments and other receivables	13	**40,558**	16,824
Available-for-sale financial assets	9	**300**	–
Pledged bank deposits		**–**	31,800
Bank deposits with original maturity over three months	14	**3,122**	3,180
Cash and cash equivalents	15	**257,908**	205,543
		436,965	344,070
Total assets		**649,169**	485,843
EQUITY			
Capital and reserves attributable to the Company's equity holders			
Share capital	16	**48,778**	43,990
Other reserves	17	**209,747**	148,100
Retained earnings			
– Proposed final dividend	30	**5,758**	7,650
– Others		**180,502**	120,751
		444,785	320,491
Minority interest		**229**	299
Total equity		**445,014**	320,790
LIABILITIES			
Non-current liabilities			
Borrowings	18	**5,000**	5,000
Deferred income on government grants		**20**	134
		5,020	5,134

Consolidated Balance Sheet

(As at 31 December 2005)
(All amounts in RMB thousand unless otherwise stated)

	Note	2005	Restated 2004
Current liabilities			
Borrowings	18	**117,824**	109,141
Liability component of convertible bonds	19	**–**	13,419
Trade and bills payables	20	**48,061**	15,183
Accruals and other payables	21	**30,568**	19,014
Deferred income on government grants, current portion		**114**	114
Amounts due to directors	34	**159**	1,805
Current income tax liabilities		**2,409**	1,243
		199,135	159,919
Total liabilities		**204,155**	165,053
Total liabilities and equity		**649,169**	485,843
Net current assets		**237,830**	184,151
Total assets less current liabilities		**450,034**	325,924

YANG YIRONG
Chairman

LU JIAHUA
Executive director

The notes on pages 44 to 92 are an integral part of these consolidated financial statements.