CONDENSED CONSOLIDATED INTERIM BALANCE SHEET

(All amounts in thousands of RMB unless otherwise stated)

		As at		
		30th June	31st December	
		2006	2005	
	Note	Unaudited	Audited	
ASSETS				
Non-current assets				
Property, plant and equipment	3	2,803,011	2,921,436	
Leasehold land and land use rights	3	37,471	37,911	
Intangible assets	3	11,358	13,990	
Investments in associates		17,534	17,339	
Investment in a jointly controlled entity		1,000	_	
Available-for-sale financial assets		24,060	24,060	
Total non-current assets		2,894,434	3,014,736	
Current assets				
Inventories		584,376	671,783	
Trade receivables	4	1,530,928	1,474,437	
Other receivables, deposits				
and prepayments		34,354	46,632	
Cash and bank balances		581,352	587,838	
Total current assets		2,731,010	2,780,690	
Total assets		5,625,444	5,795,426	

IRICO GROUP ELECTRONICS COMPANY LIMITED

CONDENSED CONSOLIDATED INTERIM BALANCE SHEET (Continued)

(All amounts in thousands of RMB unless otherwise stated)

		30th June 2006	As at 31st December 2005
	Note	Unaudited	Audited
EQUITY Capital and reserves attributed to the equity holders of the Company			
Share capital Other reserves Accumulated losses	5	1,941,174 944,402 (621,196)	1,941,174 944,402 (655,934)
Minority interests		2,264,380 817,883	2,229,642 830,984
Total equity		3,082,263	3,060,626
LIABILITIES Non-current liabilities Deferred income Deferred income tax liabilities Long-term payables		6,081 13,032 13,879	7,819 15,698 13,879
Total non-current liabilities		32,992	37,396
Current liabilities Trade payables Other payables and accruals Current income tax liabilities Current portion of long-term payables Short-term bank borrowings	6 7	707,044 717,405 11,820 4,626 1,069,294	694,147 726,759 11,695 4,626 1,260,177
Total current liabilities		2,510,189	2,697,404
Total liabilities		2,543,181	2,734,800
Total equity and liabilities		5,625,444	5,795,426
Net current assets		220,821	83,286
Total assets less current liabilities		3,115,255	3,098,022

The notes on pages 32 to 56 form an integral part of this condensed consolidated interim financial information.