

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET**

AS AT 30 JUNE 2006

	<i>Notes</i>	<b>Unaudited 30 June 2006 RMB</b>	Audited 31 December 2005 RMB
<b>Non-current assets</b>			
Property, plant and equipment	8	16,370,164	16,765,277
Intangible assets	8	8,968,097	7,392,639
Interest in an associate		6,817,622	7,537,675
Non-current bank deposit		2,438,280	2,438,280
		<b>34,594,163</b>	<b>34,133,871</b>
<b>Current assets</b>			
Inventories		10,228,764	6,693,902
Trade receivables	9	46,826,790	36,673,307
Prepayment, deposits and other receivables		11,225,002	4,540,918
Bank deposits		23,010,350	25,052,050
Bank balances and cash		38,028,008	46,033,036
		<b>129,318,914</b>	<b>118,993,213</b>
Available-for-sale investment classified as held for sale		–	5,600,000
		<b>129,318,914</b>	<b>124,593,213</b>
<b>Current Liabilities</b>			
Trade payables	10	10,031,820	12,453,371
Notes payable	10	6,371,950	6,300,054
Advance from customers, accrued charges and other payables		10,157,879	11,101,341
Tax liabilities		1,429,151	1,400,566
		<b>27,990,800</b>	<b>31,255,332</b>
<b>Net current assets</b>			
		<b>101,328,114</b>	<b>93,337,881</b>
		<b>135,922,277</b>	<b>127,471,752</b>
<b>Capital and reserves</b>			
Share Capital		42,400,000	42,400,000
Reserves		92,726,717	84,445,563
		<b>135,126,717</b>	<b>126,845,563</b>
<b>Non-Current liability</b>			
Deferred tax liabilities		795,560	626,189
		<b>135,922,277</b>	<b>127,471,752</b>