

CONSOLIDATED BALANCE SHEET

AT 30 JUNE, 2006

	Notes	30.6.2006 RMB'000 (Unaudited)	31.12.2005 RMB'000 (Audited)
Non-current assets			
Property, plant and equipment	9	378,198	236,768
Land use rights		14,284	9,319
Deposits made on acquisition of property, plant and equipment		20,229	16,758
Deferred taxation		2,351	2,558
		<u>415,062</u>	<u>265,403</u>
Current assets			
Inventories		114,598	151,236
Trade and other receivables	10	121,618	139,522
Pledged bank deposits		10,900	2,824
Bank balances and cash		102,236	20,252
		<u>349,352</u>	<u>313,834</u>
Current liabilities			
Trade and other payables	11	71,564	83,747
Taxation		9,011	3,890
Mortgage loan due within one year		771	771
Other short-term loans		–	17,720
Short-term bank loans		131,700	123,292
		<u>213,046</u>	<u>229,420</u>

CONSOLIDATED BALANCE SHEET (Continued)

AT 30 JUNE 2006

	Note	30.6.2006 RMB'000 (Unaudited)	31.12.2005 RMB'000 (Audited)
Net current assets		136,306	84,414
Total assets less current liabilities		551,368	349,817
Non-current liabilities			
Mortgage loan due after one year		4,097	4,404
Net assets		547,271	345,413
Capital and reserves			
Share capital	12	82,760	3
Reserves		464,511	345,410
Equity attributable to equity holders of the Company		547,271	345,413

The Interim Financial Report on pages 8 to 20 was approved and authorised for issue by the Board of Directors on 25 September 2006 and are signed on its behalf by:

SZE SIU HUNG
CHAIRMAN

SZE CHIN PANG
EXECUTIVE DIRECTOR