

31 December 2006

NON-CURRENT ASSETS Property, plant and equipment 14 490,571 316,522 Investment properties 15 12,194 10,302 Prepaid land lease payments 16 19,709 20,201 Interests in subsidiaries 18 12,676 12,420 Available-for-sale investment 19 50 50 Deferred tax assets 27 8,942 5,238 Total non-current assets 27 8,942 5,238 Total non-current assets 20 420,309 176,474 Inventories 20 420,309 176,474 Inventories 20 420,309 176,474 Inventories 20 420,309 176,474 Inventories 21 188,083 75,338 Bills receivable 3,500 15,163 Bills receivables 21 188,083 75,338 Prepayments, deposits and other receivables 22 35,252 112,818 Due from related parties 23 219,254 117,912		Notes	2006 RMB'000	2005 RMB'000
Property, plant and equipment 14 490,571 316,523 Investment properties 15 12,194 10,302 Prepaid land lease payments 16 19,709 20,201 Intarests in subsidiaries 18 12,676 12,420 Available-for-sale investment 19 50 50 Deferred tax assets 27 8,942 5,238 Total non-current assets 27 8,942 5,238 Total non-current assets 20 420,309 176,474 Trade receivables 21 168,083 75,338 Bill's receivable 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Prepayments, deposits and other receivables 23 219,254 147,630 Current lated parties 23 219,254 147,630 Due form related parties 23 219,254 147,630 Current Liabilities 23 219,254 147,630 Other payables and accruals 25 61,045 <	NON-CURRENT ASSETS			
Investment properties 15 12,194 10,302 Prepaid land lease payments 16 19,709 20,201 Intangible asset 17 253 273 Interests in subsidiaries 18 12,676 12,420 Available-for-sale investment 19 50 50 Deferred tax assets 27 8,942 5,238 Total non-current assets 27 8,942 5,238 Total non-current assets 20 420,309 176,474 Trade receivables 21 168,083 75,338 Bills receivable 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties 2 35,252 12,818 Due from related parties 23 219,254 147,630 Cash and bank balances 23 219,254 147,630 Cash and bank balances 23 219,254 147,630 Current Liabilities 24 607,110 401,795		14	490,571	316,523
Prepaid land lease payments 16 19,709 20,201 Intangible asset 17 253 273 Interests in subsidiaries 18 12,676 12,420 Available-for-sale investment 19 50 50 Deferred tax assets 27 8,942 5,238 Total non-current assets 544,395 365,007 CURRENT ASSETS Inventories 20 420,309 176,474 Trade receivables 21 168,083 75,338 Bills receivable 3,500 15,163 75,338 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties 2 25,252 12,818 Due from related parties 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 24 607,110 401,795 Total current assets 24 607,110 401,795 Total current assets 24 607,110		15		
Intangible asset 17 253 273 Interests in subsidiaries 18 12,676 12,420 Available-for-sale investment 19 50 50 Deferred tax assets 27 8,942 5,238 Total non-current assets 544,395 365,007 CURRENT ASSETS Inventories 20 420,309 176,474 Trade receivables 21 168,083 75,338 Bills receivable 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties — 21,197 Pledged deposits 23 219,254 417,630 Cash and bank balances 23 32,459 107,312 Total current assets 23 378,857 555,932 CURRENT LIABILITIES 19,210 401,795 Trade and bills payables 24 607,110 401,795 Other payable and accruals 25 61,045 36,508 Tax pay		16	· ·	
Interests in subsidiaries	• •	17		
Available-for-sale investment 19 50 50 Deferred tax assets 27 8,942 5,238 Total non-current assets 544,395 365,007 CURRENT ASSETS Inventories 20 420,309 176,474 Trade receivables 21 168,083 75,338 Bills receivables 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties — 21,197 Pledged deposits 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 2 878,857 555,932 CURRENT LIABILITIES Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924	-	18	12,676	12,420
CURRENT ASSETS 544,395 365,007 CURRENT ASSETS 20 420,309 176,474 Trade receivables 21 168,083 75,338 Bills receivable 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties — 21,197 Pledged deposits 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 878,857 555,932 CURRENT LIABILITIES 36,508 36,508 Tax payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to related parties 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITIES 538,082 </td <td>Available-for-sale investment</td> <td>19</td> <td>· ·</td> <td>50</td>	Available-for-sale investment	19	· ·	50
CURRENT ASSETS 20 420,309 176,474 Trade receivables 21 168,083 75,338 Bills receivables 21 168,083 75,338 Bills receivable 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties — 21,197 Pledged deposits 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 878,857 555,932 CURRENT LIABILITIES Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to related parties 18 46,924 21,989 Due to related parties 885,170 542,359 NET CURRENT LIABILITIES 33,082 378,580 NON CURRENT LIABILITIES	Deferred tax assets	27	8,942	5,238
Inventories 20 420,309 176,474 Trade receivables 21 168,083 75,338 Bills receivable 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties — 21,197 Pledged deposits 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 878,857 555,932 CURRENT LIABILITIES Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924 21,989 Due to related parties 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 468,082	Total non-current assets		544,395	365,007
Trade receivables 21 168,083 75,338 Bills receivable 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties — 21,197 Pledged deposits 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 878,857 555,932 CURRENT LIABILITIES *** *** 555,932 Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to related parties 18 46,924 21,989 Due to related parties 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY ** ** Interest-bear	CURRENT ASSETS			
Bills receivable 3,500 15,163 Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties — 21,197 Pledged deposits 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 878,857 555,932 CURRENT LIABILITIES Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to related parties 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 1 - Interest-bearing bank loans 26 70,000		20		
Prepayments, deposits and other receivables 22 35,252 12,818 Due from related parties — 21,197 Pledged deposits 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 878,857 555,932 CURRENT LIABILITIES Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to related parties 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 1 - Interest-bearing bank loans 26 70,000 - NET ASSETS 468,082 378,		21		
Due from related parties			· ·	15,163
Pledged deposits 23 219,254 147,630 Cash and bank balances 23 32,459 107,312 Total current assets 878,857 555,932 CURRENT LIABILITIES Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924 21,989 Due to related parties 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 548,082 378,580 NET ASSETS 468,082 378,580 FQUITY 18ued capital 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016		es 22	35,252	
Cash and bank balances 23 32,459 107,312 Total current assets 878,857 555,932 CURRENT LIABILITIES Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY Therest-bearing bank loans 26 70,000 — NET ASSETS 468,082 378,580 EQUITY 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	•		_	
CURRENT LIABILITIES 878,857 555,932 Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 26 70,000 — NET ASSETS 468,082 378,580 EQUITY 15 468,082 378,580 EQUITY 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016			219,254	
CURRENT LIABILITIES Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY - - Interest-bearing bank loans 26 70,000 - NET ASSETS 468,082 378,580 EQUITY 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	Cash and bank balances	23	32,459	107,312
Trade and bills payables 24 607,110 401,795 Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 1 468,082 378,580 EQUITY 1 468,082 378,580 EQUITY 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	Total current assets		878,857	555,932
Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 26 70,000 — NET ASSETS 468,082 378,580 EQUITY 15 468,082 378,580 EQUITY 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	CURRENT LIABILITIES			
Other payables and accruals 25 61,045 36,508 Tax payable 19,210 23,826 Interest-bearing bank loans 26 135,000 50,000 Due to subsidiaries 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 26 70,000 — NET ASSETS 468,082 378,580 EQUITY 15 468,082 378,580 EQUITY 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	Trade and bills payables	24	607,110	401,795
Interest-bearing bank loans	Other payables and accruals	25	61,045	36,508
Due to subsidiaries 18 46,924 21,989 Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 1 Interest-bearing bank loans 26 70,000 NET ASSETS 468,082 378,580 EQUITY 1 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	Tax payable		19,210	23,826
Due to related parties 15,881 8,241 Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 26 70,000 — NET ASSETS 468,082 378,580 EQUITY 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	Interest-bearing bank loans	26	135,000	50,000
Total current liabilities 885,170 542,359 NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 26 70,000 — NET ASSETS 468,082 378,580 EQUITY 10,000 10,000 10,000 Insued capital 28 64,800 64	Due to subsidiaries	18	46,924	21,989
NET CURRENT ASSETS (6,313) 13,573 TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY Interest-bearing bank loans 26 70,000 — NET ASSETS 468,082 378,580 EQUITY Issued capital 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	Due to related parties		15,881	8,241
TOTAL ASSETS LESS CURRENT LIABILITIES 538,082 378,580 NON CURRENT LIABILITY 26 70,000 — Interest-bearing bank loans 26 70,000 — NET ASSETS 468,082 378,580 EQUITY Sued capital 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	Total current liabilities		885,170	542,359
NON CURRENT LIABILITY Interest-bearing bank loans 26 70,000 — NET ASSETS 468,082 378,580 EQUITY Susued capital 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	NET CURRENT ASSETS		(6,313)	13,573
Interest-bearing bank loans 26 70,000 — NET ASSETS 468,082 378,580 EQUITY Susued capital 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	TOTAL ASSETS LESS CURRENT LIABILITIE	es ·	538,082	378,580
Interest-bearing bank loans 26 70,000 — NET ASSETS 468,082 378,580 EQUITY Susued capital 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	NON CURRENT HARILITY			
EQUITY 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016		26	70,000	_
Issued capital 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	NET ASSETS		468,082	378,580
Issued capital 28 64,800 64,800 Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016				<u> </u>
Reserves 29(b) 390,322 302,764 Proposed final dividend 12 12,960 11,016	•	22	64.000	64.000
Proposed final dividend 12 12,960 11,016	•		· ·	
TOTAL EQUITY 468,082 378,580	Proposed final dividend	12	12,960	11,016
	TOTAL EQUITY		468,082	378,580

Zhang Yun SanDirector

Xie Xin Cang Director