## **CONSOLIDATED BALANCE SHEET**

as at 31 December 2006

Notes				
Non-current assets		Notes		
Non-current assets	ACCETC AND HADILITIES			
Property, plant and equipment				
Interest in an associate		16	48,692	52,281
Second   S				
Rental, utilities and other deposits         515         423           Current assets         21         111,024         116,785           Inventories         21         111,024         116,785           Trade receivables         22         12,890         6,928           Prepayments, deposits and other receivables         23         51,089         51,753           Amount due from an associate         24         1,312         -           Amounts due from related parties         24         1,617         1,570           Tax recoverable         -         -         874         81,497           Cash and cash equivalents         25         96,374         81,497           Cash and cash equivalents         25         300,256         279,018           Current liabilities         27         200,914         24,508           Accruals and other payables         26         10,346         22,161           Accruals and other payables         27         200,914         24,508           Amounts due to related parties         24         46,432         24,725           Billis payable         9         45,765         50,818           Bills payable         18         18         18 <td></td> <td></td> <td>8,076</td> <td>7,680</td>			8,076	7,680
Current assets         Inventories         21         111,024         116,785           Trade receivables         21         111,024         116,785           Trade receivables         22         12,890         6,928           Prepayments, deposits and other receivables         23         51,089         51,753           Amount due from an associate         24         1,617         1,570           Tax recoverable         -         874           Pledged bank deposits         25         96,374         81,497           Cash and cash equivalents         25         96,374         81,497           Cash and cash equivalents         25         25,950         19,611           Current liabilities         25         20,914         22,161           Trade payables         26         10,346         22,161           Accruals and other payables         26         10,346         22,161           Accruals and other payables         27         200,914         24,508           Amounts due to related parties         24         46,432         24,727           Borrowings         29         45,765         50,181           Bills payable         166,981         114,048 <td></td> <td>20</td> <td>- E1E</td> <td>422</td>		20	- E1E	422
Current assets	Rental, utilities and other deposits		313	423
Inventories			65,202	86,563
Trade receivables         22         12,890         6,928           Prepayments, deposits and other receivables         23         51,089         51,753           Amount due from an associate         24         1,312         —           Amounts due from related parties         24         1,617         1,570           Tax recoverable         —         874           Pledged bank deposits         25         96,374         81,497           Cash and cash equivalents         25         96,374         81,497           Cash and cash equivalents         25         25,950         19,611           Current liabilities         300,256         279,018           Trade payables         26         10,346         22,161           Accruals and other payables         27         200,914         124,508           Amounts due to related parties         24         46,432         24,727           Borrowings         29         45,765         50,181           Bills payable         166,981         114,048           Provisions         30         7,828         18,023           Tax payable         481,550         353,648           Net current liabilities         (116,092)         11,933	Current assets			
Prepayments, deposits and other receivables         23         51,089         51,753           Amount due from an associate         24         1,312         -           Amounts due from related parties         24         1,617         1,570           Tax recoverable         -         874           Pledged bank deposits         25         96,374         81,497           Cash and cash equivalents         25         25,950         19,611           Current liabilities           Trade payables         26         10,346         22,161           Accruals and other payables         27         200,914         124,508           Amounts due to related parties         24         46,432         24,727           Borrowings         29         45,765         50,181           Bills payable         166,981         114,048           Provisions         30         7,828         18,023           Tax payable         3,284         -           Net current liabilities         (181,294)         (74,630)           Total assets less current liabilities         31         -         (4,608)           Net (liabilities)/assets         (116,092)         7,325           EQUITY         2244		21	111,024	116,785
Amount due from an associate       24       1,312       —         Amounts due from related parties       24       1,617       1,570         Tax recoverable       —       874         Pledged bank deposits       25       96,374       81,497         Cash and cash equivalents       25       25,950       19,611         Current liabilities         Trade payables       26       10,346       22,161         Accruals and other payables       27       200,914       124,508         Amounts due to related parties       24       46,432       24,727         Borrowings       29       45,765       50,181         Bills payable       166,981       114,048         Provisions       30       7,828       18,023         Tax payable       3,284       —         Net current liabilities       (181,294)       (74,630)         Net current liabilities       (116,092)       11,933         Non-current liabilities       31       —       (4,608)         Net (liabilities)/assets       (116,092)       7,325         EQUITY       Equity attributable to the Company's equity holders       32       244,424       244,424         Reser	Trade receivables		12,890	6,928
Amounts due from related parties       24       1,617       1,570         Tax recoverable       25       96,374       81,497         Cash and cash equivalents       25       96,374       81,497         Cash and cash equivalents       25       25,950       19,611         Current liabilities         Trade payables       26       10,346       22,161         Accruals and other payables       27       200,914       124,508         Amounts due to related parties       29       45,765       50,181         Bills payable       166,981       114,048         Provisions       30       7,828       18,023         Tax payable       3,284       -         Vet current liabilities       (116,092)       11,933         Total assets less current liabilities       (116,092)       11,933         Non-current liabilities       31       -       (4,608)         Net (liabilities)/assets       (116,092)       7,325         EQUITY       Equity attributable to the Company's equity holders       32       244,424       244,424         Reserves       34       (377,549)       (285,455)         Minority interests       17,033       48,356   <				51,753
Tax recoverable Pledged bank deposits         25         96,374 81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         81,497 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25)         82,161 (25) <t< td=""><td></td><td></td><td></td><td>_</td></t<>				_
Pledged bank deposits         25         96,374         81,497           Cash and cash equivalents         25         25,950         19,611           Current liabilities         Trade payables         26         10,346         22,161           Accruals and other payables         27         200,914         124,508           Amounts due to related parties         24         46,432         24,727           Browings         29         45,765         50,181         114,048           Provisions         30         7,828         18,023           Tax payable         30         7,828         18,023           Tax payable         481,550         353,648           Net current liabilities         (181,294)         (74,630)           Total assets less current liabilities         (116,092)         11,933           Non-current liabilities         31         -         (4,608)           Net (liabilities)/assets         31         -         (4,608)           RegultY         22         244,244         244,244         244,244         244,244         244,244         244,244         244,244         244,244         244,244         244,244         244,244         244,244         244,244		24	1,617	
Cash and cash equivalents         25         25,950         19,611           Current liabilities           Trade payables         26         10,346         22,161           Accruals and other payables         27         200,914         124,508           Amounts due to related parties         24         46,432         24,727           Borrowings         29         45,765         50,181           Bills payable         166,981         114,048           Provisions         30         7,828         18,023           Tax payable         3,284         -           Net current liabilities         (181,294)         (74,630)           Total assets less current liabilities         (116,092)         11,933           Non-current liabilities         31         -         (4,608)           Net (liabilities)/assets         (116,092)         7,325           EQUITY         Equity attributable to the Company's equity holders         32         244,424         244,424           Reserves         34         (377,549)         (285,455)           Minority interests         17,033         48,356		25	06 274	
Current liabilities         Trade payables         26         10,346         227,918           Accruals and other payables         27         200,914         124,508           Amounts due to related parties         24         46,432         24,727           Borrowings         29         45,765         50,181           Bills payable         166,981         114,048           Provisions         30         7,828         18,023           Tax payable         3,284         -           Learner liabilities         (181,294)         (74,630)           Net current liabilities         (116,092)         11,933           Non-current liabilities         31         -         (4,608)           Net (liabilities)/assets         (116,092)         7,325           EQUITY         Equity attributable to the Company's equity holders         32         244,424         244,424           Reserves         34         (377,549)         (285,455)           Minority interests         17,033         48,356				
Current liabilities         Trade payables       26       10,346       22,161         Accruals and other payables       27       200,914       124,508         Amounts due to related parties       24       46,432       24,727         Borrowings       29       45,765       50,181         Bills payable       166,981       114,048         Provisions       30       7,828       18,023         Tax payable       3,284       -         Met current liabilities       (181,294)       (74,630)         Net current liabilities       (116,092)       11,933         Non-current liabilities       31       -       (4,608)         Net (liabilities)/assets       (116,092)       7,325         EQUITY       Equity attributable to the Company's equity holders       32       244,424       244,424         Reserves       34       (377,549)       (285,455)         Minority interests       (133,125)       (41,031)         Minority interests       17,033       48,356	Cash and cash equivalents	23	23,730	17,011
Trade payables         26         10,346         22,161           Accruals and other payables         27         200,914         124,508           Amounts due to related parties         24         46,432         24,727           Borrowings         29         45,765         50,181           Bills payable         166,981         114,048           Provisions         30         7,828         18,023           Tax payable         481,550         353,648           Net current liabilities         (181,294)         (74,630)           Total assets less current liabilities         (116,092)         11,933           Non-current liabilities         31         -         (4,608)           Net (liabilities)/assets         (116,092)         7,325           EQUITY         Equity attributable to the Company's equity holders         32         244,424         244,424           Reserves         34         (377,549)         (285,455)           Minority interests         (13,3,125)         (41,031)           Minority interests         17,033         48,356			300,256	279,018
Accruals and other payables       27       200,914       124,508         Amounts due to related parties       24       46,432       24,727         Borrowings       29       45,765       50,181         Bills payable       166,981       114,048         Provisions       30       7,828       18,023         Tax payable       481,550       353,648         Net current liabilities       (181,294)       (74,630)         Total assets less current liabilities       (116,092)       11,933         Non-current liabilities       31       -       (4,608)         Net (liabilities)/assets       (116,092)       7,325         EQUITY       Equity attributable to the Company's equity holders       32       244,424       244,424         Reserves       34       (377,549)       (285,455)         Minority interests       17,033       48,356	Current liabilities			
Accruals and other payables       27       200,914       124,508         Amounts due to related parties       24       46,432       24,727         Borrowings       29       45,765       50,181         Bills payable       166,981       114,048         Provisions       30       7,828       18,023         Tax payable       481,550       353,648         Net current liabilities       (181,294)       (74,630)         Total assets less current liabilities       (116,092)       11,933         Non-current liabilities       31       -       (4,608)         Net (liabilities)/assets       (116,092)       7,325         EQUITY       Equity attributable to the Company's equity holders       32       244,424       244,424         Reserves       34       (377,549)       (285,455)         Minority interests       17,033       48,356	Trade payables	26	10,346	22,161
Borrowings Bills payable         29         45,765         50,181           Provisions Tax payable         30         7,828         114,048           Provisions Tax payable         481,550         353,648           Net current liabilities         (181,294)         (74,630)           Non-current liabilities         (116,092)         11,933           Non-current liabilities         31         -         (4,608)           Net (liabilities)/assets         (116,092)         7,325           EQUITY         Equity attributable to the Company's equity holders         32         244,424         244,424           Share capital         32         244,424         244,424           Reserves         34         (377,549)         (285,455)           Minority interests         (133,125)         (41,031)           Minority interests         17,033         48,356		27	200,914	124,508
Bills payable Provisions       30       7,828 18,023 18,023 3,284 -         Tax payable       481,550 353,648 -         Net current liabilities       (181,294) (74,630)         Total assets less current liabilities       (116,092) 11,933         Non-current liabilities Deferred tax liabilities       31 - (4,608)         Net (liabilities)/assets       (116,092) 7,325         EQUITY Equity attributable to the Company's equity holders Share capital Reserves       32 244,424 244,424 244,424 (377,549) (285,455)         Minority interests       (133,125) (41,031) (41,031) 17,033 48,356	Amounts due to related parties			
Provisions Tax payable         30         7,828 3,284         18,023 3,284         -           Net current liabilities         481,550         353,648           Net current liabilities         (181,294)         (74,630)           Non-current liabilities         (116,092)         11,933           Net (liabilities)/assets         31         -         (4,608)           Net (liabilities)/assets         (116,092)         7,325           EQUITY         Equity attributable to the Company's equity holders         32         244,424         244,424           Reserves         34         (377,549)         (285,455)           Minority interests         (133,125)         (41,031)           Minority interests         17,033         48,356		29		
Tax payable         3,284         -           481,550         353,648           Net current liabilities         (181,294)         (74,630)           Total assets less current liabilities         (116,092)         11,933           Non-current liabilities         31         -         (4,608)           Net (liabilities)/assets         (116,092)         7,325           EQUITY         Equity attributable to the Company's equity holders         32         244,424         244,424           Reserves         34         (377,549)         (285,455)           Minority interests         (133,125)         (41,031)           Minority interests         17,033         48,356				
Met current liabilities		30		18,023
Net current liabilities         (181,294)         (74,630)           Total assets less current liabilities         (116,092)         11,933           Non-current liabilities         31         -         (4,608)           Net (liabilities)/assets         (116,092)         7,325           EQUITY         Equity attributable to the Company's equity holders         32         244,424         244,424           Share capital         32         244,424         244,424           Reserves         34         (377,549)         (285,455)           Minority interests         (133,125)         (41,031)           Minority interests         17,033         48,356	lax payable		3,284	
Total assets less current liabilities			481,550	353,648
Non-current liabilities         Deferred tax liabilities       31       - (4,608)         Net (liabilities)/assets       (116,092)       7,325         EQUITY       Equity attributable to the Company's equity holders       32       244,424       244,424         Reserves       34       (377,549)       (285,455)         Minority interests       (133,125)       (41,031)         Minority interests       17,033       48,356	Net current liabilities		(181,294)	(74,630)
Deferred tax liabilities       31       -       (4,608)         Net (liabilities)/assets       (116,092)       7,325         EQUITY       Equity attributable to the Company's equity holders       32       244,424       244,424         Share capital       32       244,424       244,424       245,455         Reserves       34       (377,549)       (285,455)         Minority interests       (133,125)       (41,031)         17,033       48,356	Total assets less current liabilities		(116,092)	11,933
Deferred tax liabilities       31       -       (4,608)         Net (liabilities)/assets       (116,092)       7,325         EQUITY       Equity attributable to the Company's equity holders       32       244,424       244,424         Share capital       32       244,424       244,424       245,455         Reserves       34       (377,549)       (285,455)         Minority interests       (133,125)       (41,031)         17,033       48,356	Nian annual Dalibliates			
EQUITY Equity attributable to the Company's equity holders Share capital 32 244,424 244,424 Reserves 34 (377,549) (285,455)  Minority interests (133,125) (41,031) 48,356		31	_	(4,608)
Equity attributable to the Company's equity holders         Share capital       32       244,424       244,424         Reserves       34       (377,549)       (285,455)         Minority interests       (133,125)       (41,031)         17,033       48,356	Net (liabilities)/assets		(116,092)	7,325
Equity attributable to the Company's equity holders         Share capital       32       244,424       244,424         Reserves       34       (377,549)       (285,455)         Minority interests       (133,125)       (41,031)         17,033       48,356	FOURTY			
Share capital       32       244,424       244,424         Reserves       34       (377,549)       (285,455)         Minority interests       (133,125)       (41,031)         17,033       48,356				
Reserves         34         (377,549)         (285,455)           Minority interests         (133,125)         (41,031)           17,033         48,356		32	244.424	244 424
Minority interests         17,033         48,356				
Minority interests         17,033         48,356			/122 12F\	(41.021)
	Minority interests			
(Capital deficiency)/Total equity (116,092) 7,325				
	(Capital deficiency)/Total equity		(116,092)	7,325

Jun Li Chunhua Huang
Director Director