

# Diminution in Value Statement

(prepared under PRC accounting Standards and Systems)  
As at 31st December 2002

Unit: RMB

Item	Balance at beginning of the year	Addition in the year	Transference in the year	Balance at the end of the year
1. Total provision for doubtful debts	390,522,348.02	4,342,441.83	9,494,732.97	385,370,056.88
Including: accounts receivable	4,438,853.25	2,344,640.65	2,084,365.77	4,699,128.13
Other receivables	386,083,494.77	1,997,801.18	7,410,367.20	380,670,928.75
2. Total diminution provision for short-term investment	—	—	—	—
Including: share investment				
Bond investment				
3. Total diminution provision for inventories	105,644,210.31	34,616,031.94	103,444,256.43	36,815,985.82
Including: finished goods	1,018,541.33	793,268.30	1,018,541.33	793,268.30
Raw materials	1,034,477.21	774,623.64	230,718.06	1,578,382.79
Provision for losses	103,611,460.81	33,048,140.00	102,215,266.08	34,444,334.73
4. Total diminution provision for long-term investment	—	—	—	—
Including: long-term share investment				
Long-term debt investment				
5. Total diminution provision for fixed assets	—	20,676,975.67	—	20,676,975.67
Including: buildings, constructions Facilities		20,676,975.67		20,676,975.67
6. Total diminution provision for intangible assets	—	—	—	—
Including: patents				
Brands				
7. Diminution provision for construction in progress	—	—	—	—
8. Diminution provision for trust loans	—	—	—	—