

DOCUMENTS AVAILABLE FOR INSPECTION

1. Financial statements with signature and chop by legal representative and financial officer;
2. Original copy of Auditors' report;
3. Original copy of Announcements and all documents disclosed under newspapers identified by PRC Securities and Future Commission within the reporting period.
4. 2003 Annual report.

JIADOA KUNJI HIGH TECH COMPANY LIMITED
18th April, 2004

APPENDIX:

Analysis on changes in accounting data (in accordance with PRC Accounting Standards)

1. As compared with each items stated on the consolidated balance sheets of the Group as at 31st December, 2003 and 31st December, 2002 and those items which have fluctuations over 30% and differences exceeding 5% of the Group's net asset value as at 31st December, 2003 were stated as follows:

(Unit: RMB)

| ITEMS | As at 31st December, 2003 | As at 31st December, 2002 | Difference (RMB) | Proportion % |
|----------------------------|---------------------------------|---------------------------------|---------------------|-----------------|
| Bank and Cash balances (a) | 194,990,479 | 202,607,335 | (7,616,856) | (3.76) |
| Bills receivable (a) | 46,962,787 | 16,342,787 | 30,620,000 | 187.36 |
| Prepayment (b) | 45,297,556 | 11,024,018 | 34,273,538 | 310.90 |
| Short term borrowings (c) | 119,000,000 | 159,000,000 | (40,000,000) | (25.16) |
| Trade payables (b) | 48,120,874 | 18,879,494 | 29,241,380 | 154.88 |
| Deposits in advance (a) | 193,023,605 | 55,070,306 | 137,953,299 | 250.50 |
| Long term payables (d) | 3,276,823 | 75,774 | 3,201,049 | — |

2. As compared each item stated on the consolidated income statements of the Group as at 31st December, 2003 and 31st December, 2002, and those items which have fluctuation over 30% and differences exceeding 5% of the Group's net asset value as at 31st December, 2003 were stated as follows:

| ITEMS | As at 31st December, 2003 | As at 31st December, 2002 | Difference (RMB) | Proportion % |
|--------------------------------|---------------------------------|---------------------------------|---------------------|-----------------|
| Principal operating income (a) | 330,613,353 | 179,628,485 | 150,984,868 | 84.05 |
| Principal operating cost (a) | 228,563,884 | 120,047,698 | 108,516,186 | 90.40 |
| Principal operating tax (a) | 930,361 | 235,954 | 694,407 | 294.30 |
| Administrative expenses (e) | 22,448,648 | 11,520,949 | 10,927,699 | 94.85 |
| Operating expenses (a) | 56,831,337 | 37,381,994 | 19,449,343 | 52.03 |

Differences analyses:

- (a) Due to increase in turnover of the Company and its subsidiary, Xian SerTurbo in 2003.
- (b) Due to increase in sales and production of the Company in 2003.
- (c) Repayment of bank borrowings during the reporting period.
- (d) Staff Salaries and bonus for the reporting period.
- (e) Net increase in impairment of inventories and allowance for bad debts amounted to RMB2,210,000. An increase of RMB10,740,000 as compared with 2002.