

DIMINUTION IN VALUE STATEMENT

(prepared under PRC accounting Standards and Systems)
As at 31st December 2003

Unit:RMB

Item	Balance at beginning of the year	Addition in the year	Change In-transference for the rising of assets value	Out- transference for others	Total	Balance at the end of the year
1. Total provision for doubt debts	385,370,056.88	1,469,432.16	-	1,155,633.12	1,155,633.12	385,683,855.92
Including: accounts receivable	4,699,128.13	685,244.75	-	-	-	5,384,372.88
Other receivables	380,670,928.75	784,187.41	-	3,228,133.12	3,228,133.12	378,226,983.04
2. Total diminution provision for short-term investment	-	-	-	-	-	-
Including: share investment	-	-	-	-	-	-
Bond investment	-	-	-	-	-	-
3. Total diminution provision for inventories	36,815,985.82	14,492,475.68	-	38,535,138.93	38,535,138.93	12,773,322.57
Including: finished goods	793,268.30	20,269.04	-	793,268.30	793,268.30	20,269.04
Raw materials	1,578,382.79	912,206.64	-	1,392,471.56	1,392,471.56	1,098,117.87
The estimate loss provision	34,444,334.73	-	-	22,789,399.07	22,789,399.07	11,654,935.66
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	-	-	19,594,156.10	19,594,156.10	1,082,819.57
Including: building, constructions	-	-	-	-	-	-
Facilities	20,676,975.67	-	-	19,594,156.10	19,594,156.10	1,082,819.57
6. Total diminution provision for intangible assets	-	-	-	-	-	-
Including: patents	-	-	-	-	-	-
Brands	-	-	-	-	-	-
7. Diminution provision for construction in progress	-	-	-	-	-	-
8. Diminution provision for trust loans	-	-	-	-	-	-
9. Total	442,863,018.37	15,961,907.84	-	59,284,928.15	59,284,928.15	399,539,998.06