

DIMINUTION IN VALUE STATEMENT

(prepared under PRC accounting Standards and Systems)
As at 31st December 2004

Unit: RMB

Item	Opening balance	Increase	Decrease	Closing balance
Total provision for doubt debts	383,611,355.92	5,177,155.64	5,574,009.11	378,713,918.41
Including: accounts receivable	5,384,372.88	5,451,899.44	1,619,265.33	4,716,422.95
Other receivables	378,226,983.04	-274,743.80	3,954,743.78	373,997,495.46
Total diminution provision				
for short-term investment	—	—	—	—
Including: share investment	—	—	—	—
Bond investment	—	—	—	—
Total diminution provision for inventories	12,773,322.57	18,821.42	11,822,496.66	969,647.33
Including: storage goods	20,269.04	—	—	20,269.04
Raw materials	1,098,117.87	18,821.42	167,561.00	949,378.29
Total diminution provision				
for long-term investment	—	—	—	—
Including: long-term share investment	—	—	—	—
Long-term debt investment	—	—	—	—
Total diminution provision for fixed assets	1,082,819.57	1,828,163.97	151,324.34	2,759,659.20
Including: building, constructions	—	—	—	—
Facilities	1,082,819.57	1,828,163.97	151,324.34	2,759,659.20
Total diminution provision				
for intangible assets	—	—	—	—
Including: patents	—	—	—	—
Brands	—	—	—	—
Diminution provision				
for construction in progress	—	—	—	—
Diminution provision for trust loans	—	—	—	—
Total assets diminution	397,467,498.06	7,024,141.03	17,547,830.11	386,943,808.98