

**CONSOLIDATED BALANCE SHEET**

As at 31 December 2005

|                                              | Notes | 2005<br>RMB'000 | 2004<br>RMB'000<br>(Restated) |
|----------------------------------------------|-------|-----------------|-------------------------------|
| <b>Non-current assets</b>                    |       |                 |                               |
| Property, plant and equipment                | 13    | 245,785         | 222,332                       |
| Land use rights                              | 14    | 54,946          | 56,148                        |
| Intangible assets                            | 15    | 2,100           | 3,500                         |
| Deferred payment on employment contracts     |       | —               | 2,838                         |
| Prepayments and deposits                     | 16    | 15,251          | 14,512                        |
|                                              |       | <b>318,082</b>  | <b>299,330</b>                |
| <b>Current assets</b>                        |       |                 |                               |
| Inventories                                  | 18    | 65,721          | 32,016                        |
| Trade receivables                            | 19    | 42,464          | 37,085                        |
| Prepayments and other receivables            | 20    | 43,723          | 45,290                        |
| Cash and bank balances                       | 21    | 140,220         | 114,562                       |
|                                              |       | <b>292,128</b>  | <b>228,953</b>                |
| <b>Current liabilities</b>                   |       |                 |                               |
| Tax payable                                  | 7(a)  | 30,041          | 27,289                        |
| Trade and bill payables                      | 22    | 41,525          | 10,765                        |
| Accruals and other payables                  | 23    | 42,722          | 37,943                        |
|                                              |       | <b>114,288</b>  | <b>75,997</b>                 |
| <b>Net current assets</b>                    |       | <b>177,840</b>  | <b>152,956</b>                |
| <b>Total assets less current liabilities</b> |       | <b>495,922</b>  | <b>452,286</b>                |
| <b>Financed by:</b>                          |       |                 |                               |
| Share capital                                | 24    | 53,529          | 53,529                        |
| Other reserves                               |       | 208,737         | 212,375                       |
| Retained profits                             |       | 233,656         | 186,382                       |
| <b>SHAREHOLDERS' FUNDS</b>                   |       | <b>495,922</b>  | <b>452,286</b>                |

Approved by the Board of Directors on 10 April 2006

**YANG Xin Min**  
Director

**ZHOU Quan**  
Director

The notes on pages 36 to 65 form an integral part of these financial statements.