

FINANCIAL SUMMARY

	2006 RMB million	Year ended 31 December		
		2005 RMB million	2004 RMB million	2003 RMB million
Revenue	2,290.7	2,189.1	1,142.9	928.3
Gross profit	286.8	351.4	288.0	217.6
Operating expenses	(120.9)	(111.2)	(111.8)	(84.2)
Other gains/ (losses), net	14.7	3.6	(0.5)	(2.8)
Operating profit	180.6	243.9	175.7	130.6
Finance costs, net	(64.2)	(64.3)	(39.8)	(33.7)
Share of loss of a jointly controlled entity	(1.8)	—	—	—
Profit before income tax	114.6	179.6	135.9	96.9
Income tax expense	(15.5)	(26.7)	(6.5)	(8.8)
Profit attributable to the shareholders of the Company	99.1	152.9	129.4	88.1
Earnings per share (RMB per share) <small>Note 1&2</small>	0.13	0.24	0.21	0.14
Dividend per share (RMB per share) <small>Note 1&2</small>	0.05	0.07	0.11	0.11
Gross profit margin	12.5%	16.1%	25.2%	23.4%
Net profit margin	4.3%	7.0%	11.3%	9.5%

	2006 RMB million	As at 31 December		
		2005 RMB million	2004 RMB million	2003 RMB million
Current assets	789.4	733.8	661.5	432.2
Non-current assets	1,884.9	1,478.3	1,421.3	1,026.4
Total assets	2,674.3	2,212.1	2,082.8	1,458.6
Current liabilities	688.3	666.0	732.0	397.6
Non-current liabilities	794.6	788.4	746.0	447.2
Total liabilities	1,482.9	1,454.4	1,478.0	844.8
Total equity	1,191.4	757.7	604.8	613.8
Current ratio	1.15	0.9	0.9	1.0
Gearing ratio	55.5%	65.7%	71.0%	57.9%

Note:

1. The earnings per share and dividend per share for the three years ended 31 December 2005 are computed by dividing the profit for the year attributable to the shareholders of the Company and dividend proposed for the year by the 630,000,000 shares issued upon the conversion of the Company into a joint stock limited company, and as if these shares have been issued on 1 January 2003, respectively.
2. The earnings per share and dividend per share for the year ended 31 December 2006 is computed by dividing the profit for the year attributable to the shareholders of the Company and the proposed dividend for 2006 by the weighted average number of shares issued during the year after taken into account the issue of 236,250,000 shares upon the initial public offering of the Company on 21 June 2006, respectively.
3. The results of the Company for the year ended 31 December 2003 and 2004 and its assets and liabilities as at 31 December 2003 and 2004 are extracted from the Company's prospectus dated 9 June 2006.

BUSINESS SUMMARY

- Sales volume reached approximately 140,050 tonnes for the year of 2006, representing an increase of approximately 1.6% as compared to 2005.
- Sales-to-production ratio recorded approximately 98.6% for year of 2006, similar to that of 2005.
- In terms of revenue and sales volume, acrylic top was the best selling product of the Company for the year of 2006. The revenue and sales volume of acrylic top represented approximately 37.6% and approximately 36.6% of the total revenue and sales volume in 2006 respectively.
- Production plant was operating at full capacity during the year of 2006, maintaining an utilization rate of approximately 100%.
- The New Joint Venture and thermal power plant have commenced trial operation in late 2006.