

Balance Sheets

As at 31 December 2009

Xiamen C&D Inc.

UNIT:RMB

Assets	Consolidated		The Company	
	Closing balance	Opening balance	Closing balance	Opening balance
Current assets				
Monetary funds	1,898,845,273.15	1,789,919,964.22	416,815,677.78	429,739,954.24
Trading financial assets	114,235,062.88	36,397,814.09	94,190.00	36,397,814.09
Notes receivable	158,684,494.97	159,968,102.08	70,862,839.34	24,677,330.90
Accounts receivable	807,752,976.44	641,295,213.43	523,882,820.90	320,006,868.08
Prepayment	4,664,663,580.18	2,231,753,903.82	1,133,421,238.42	1,108,507,464.74
Interest receivable	3,312,500.00	3,312,500.00	-	-
Dividend receivable		7,843,140.00	-	-
Other account receivable	819,829,664.40	644,840,857.71	3,088,609,450.63	1,307,789,176.27
Inventories	13,500,845,290.01	11,648,561,198.86	1,836,763,448.73	1,540,053,082.85
Non-current asset due within one year	105,063,505.76	112,805,998.58	-	-
Other current asset	-	-	-	-
Total current assets	22,073,232,347.79	17,276,698,692.79	7,070,449,665.80	4,767,171,691.17
Non-current assets				
Disposable financial asset	115,723,163.55	92,861,468.42	56,600,000.00	38,610,905.00
Expired investment in possess	25,000,000.00	25,000,000.00	200,000,000.00	300,000,000.00
Long-term receivable	843,006,971.87	102,313,158.53	-	-
Long-term share equity investment	1,045,368,503.67	966,754,472.31	4,194,976,178.56	4,317,121,431.49
Property investment	1,350,558,014.77	1,324,271,950.37	244,057,600.57	183,498,416.05
Fixed assets	396,767,539.66	1,122,920,290.87	30,200,582.92	56,731,875.77
Construction in process	652,941,588.55	974,173,128.51	13,162,932.29	436,984.00
Engineering material		-	-	-
Fixed asset disposal		1,950.00	-	-
Capitalized biological assets		-	-	-
Oil and gas assets		-	-	-
Intangible assets	212,308,756.53	514,532,811.88	161,846,933.92	165,635,765.84
R&D expense	-	-	-	-
Goodwill	26,606,365.21	167,062,157.63	-	-
Long-term prepaid expenses	56,924,199.07	29,582,003.12	1,591,418.73	1,167,017.63
Differed income tax assets	88,009,183.22	80,710,935.55	43,849,384.63	41,471,222.92
Other non-current asset		-	-	-
Total non-current assets	4,813,214,286.10	5,400,184,327.19	4,946,285,031.62	5,104,673,618.70
Total assets	26,886,446,633.89	22,676,883,019.98	12,016,734,697.42	9,871,845,309.87

Balance Sheets (Continued)

As at 31 December 2009

Xiamen C&D Inc.

UNIT:RMB

Liabilities and owners' Equity	Consolidated		The Company	
	Closing balance	Opening balance	Closing balance	Opening balance
Current liabilities				
Short-term loans	3,582,095,712.29	1,469,174,058.56	2,410,797,002.52	737,008,496.49
Trading financial liabilities	14,071,425.00	-	13,133,925.00	-
Notes payable	4,448,609,271.58	1,597,770,509.38	1,993,603,817.74	663,714,536.24
Accounts payable	1,933,278,163.27	1,666,758,145.77	874,681,869.48	705,023,681.74
Prepayment received	3,612,904,579.57	3,644,832,812.20	2,212,810,019.44	2,652,986,758.54
Employee compensation payable	374,969,951.40	223,818,843.54	90,477,931.30	20,067,419.26
Tax payable	138,990,444.42	-6,840,389.56	10,945,017.10	48,261,510.74
Interest payable	40,146,735.24	20,795,427.44	3,835,451.46	5,043,279.01
Dividend payable	448,369.18	6,169.18	-	-
Other account payable	1,405,527,535.59	1,263,688,586.70	836,817,478.95	729,176,119.14
Non-current liability due in one year	1,136,617,660.00	2,881,506,840.00	260,000,000.00	50,000,000.00
Other current liability	15,440,094.38	23,340,066.59	-	-
Total current liability	16,703,099,941.92	12,784,851,069.80	8,707,102,512.99	5,611,281,801.16
Non-current liabilities				
Long-term borrowings	3,806,009,180.13	2,983,155,580.00	-	260,000,000.00
Bond payable	620,273,647.27	-	-	-
Long-term payable	7,789,988.40	123,204,468.30	-	-
Special payable	-	-	-	-
Estimated liabilities	-	-	-	-
Differed income tax liability	14,815,838.97	8,029,770.61	4,290,000.00	300,000.00
Other non-recurring liabilities	-	-	-	-
Total non-current liabilities	4,448,888,654.77	3,114,389,818.91	4,290,000.00	260,300,000.00
Total liability	21,151,988,596.69	15,899,240,888.71	8,711,392,512.99	5,871,581,801.16
Owners' Equity				
Share capital	1,243,194,856.00	1,243,194,856.00	1,243,194,856.00	1,243,194,856.00
Capital reserves	1,116,748,398.84	2,477,720,715.25	1,154,868,713.09	2,096,800,410.06
Less: Shares in stock	-	-	-	-
Surplus reserves	395,533,495.60	339,752,586.93	307,624,277.89	251,843,369.22
Retained profit	1,889,202,474.20	1,785,559,599.01	599,654,337.45	408,424,873.43
Foreign currency capital	2,305,727.98	6,381,958.00	-	-
Total equity attributable to the parent company owners	4,646,984,952.62	5,852,609,715.19	3,305,342,184.43	4,000,263,508.71
Minority interests	1,087,473,084.58	925,032,416.08	-	-
Total owners'equity	5,734,458,037.20	6,777,642,131.27	3,305,342,184.43	4,000,263,508.71
Total liabilities and owners'equity	26,886,446,633.89	22,676,883,019.98	12,016,734,697.42	9,871,845,309.87

Income statements

For the year ended 31 December 2009

Xiamen C&D Inc.

UNIT:RMB

	Consolidated		The Company	
	Accumulated for this year	Accumulated for last year	Accumulated for this year	Accumulated for last year
Operating Revenues	40,550,967,013.70	37,216,859,892.17	15,268,865,737.22	20,826,262,135.10
Less: Operating Costs	36,941,516,389.55	33,489,808,902.91	14,690,781,521.83	20,138,587,775.33
Business taxes and extras	520,779,495.68	804,585,551.96	20,050,544.76	104,724,856.56
Selling expenses	1,311,425,598.72	975,338,351.85	461,187,669.65	452,884,790.21
General and administrative expenses	134,575,096.85	125,734,000.97	30,934,645.22	32,890,316.78
Finance expenses	71,146,374.02	22,123,750.99	286,352.03	4,540,455.56
Loss on impairment of assets	10,929,162.22	142,050,119.72	1,185,096.30	97,870,388.21
Add: Incomes from change in fair value	-7,088,624.03	-46,581,922.15	17,993,382.48	-46,581,922.15
Investment income	87,889,188.10	98,255,112.43	485,392,560.94	716,819,613.98
Including: Investment income from associates and joint ventures	69,050,581.79	35,236,155.56	44,703,169.73	17,440,079.33
Operating profit	1,641,395,460.73	1,708,892,404.05	567,825,850.85	665,001,244.28
Add: Non-operating income	19,886,348.32	61,035,262.26	472,399.11	582,802.32
Less: Non-operating expenses	4,596,396.77	8,764,083.51	12,145.84	449.96
Including: Loss on disposal of non current assets	300,607.01	4,691,940.09	12,145.84	-
Profit before tax	1,656,685,412.28	1,761,163,582.80	568,286,104.12	665,583,596.64
Less: Income tax expenses	331,098,976.44	285,971,866.63	10,477,017.43	-5,862,275.96
Net profit	1,325,586,435.84	1,475,191,716.17	557,809,086.69	671,445,872.60
Net profit attributable to the parent company owners	1,063,704,888.95	1,049,884,806.05		
Minority Shareholders' Income	261,881,546.89	425,306,910.12		
Earnings per share				
– Basic	0.86	0.84	0.45	0.54
– Diluted	0.86	0.84	0.45	0.54
Other comprehensive income	20,370,635.12	-210,182,130.85	13,765,488.70	-73,912,000.00
Total comprehensive income for the year	1,345,957,070.96	1,265,009,585.32	571,574,575.39	597,533,872.60
Attributable to:				
– Owners of the parent company	1,083,523,730.18	846,686,290.50		
– Minority interests	262,433,340.78	418,323,294.82		

Cash Flow Statements

For the year ended 31 December 2009

Xiamen C&D Inc.

UNIT:RMB

	Consolidated		The Company	
	Accumulated for this year	Accumulated for last year	Accumulated for this year	Accumulated for last year
Cash flows from operating activities				
Cash received from selling commodities and providing labor services	45,422,651,809.13	40,803,558,798.57	16,179,901,161.34	24,296,611,331.77
Refunds of taxes and levies	511,993,625.26	652,265,407.53	219,845,213.89	420,826,775.75
Cash received relating to other operating activities	1,376,077,099.48	2,632,284,664.85	5,204,103,651.11	472,339,993.64
Subtotal of cash inflows from operating activities	47,310,722,533.87	44,088,108,870.95	21,603,850,026.34	25,189,778,101.16
Cash paid for goods and services	43,742,871,553.56	39,702,562,485.05	15,319,209,600.83	22,352,243,887.50
Cash paid to and on behalf of employees	660,108,926.70	562,839,445.15	132,149,871.34	213,426,583.44
Payments of taxes and levies	759,675,306.22	892,617,991.91	83,120,956.13	200,692,381.62
Cash paid relating to other operating activities	2,430,561,890.88	2,581,054,939.36	6,974,030,060.84	1,074,716,880.62
Subtotal of cash outflows from operating activities	47,593,217,677.36	43,739,074,861.47	22,508,510,489.14	23,841,079,733.18
Net cash flows from operating activities	-282,495,143.49	349,034,009.48	-904,660,462.80	1,348,698,367.98
Cash flows from investing activities				
Cash received from sales of investments	236,664,046.23	93,053,001.25	532,986,121.78	18,161,881.13
Cash received from return on investments	57,961,430.99	124,772,646.03	392,348,960.43	676,017,397.67
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	2,505,643.21	6,800,897.25	107,659.18	493,589.71
Net cash received from disposal of subsidiaries or other operational units	-264,658,167.39	-	10,418,834.62	
Cash received relating to other investing activities	-	4,501.89	-	
Subtotal of cash inflows from investing activities	32,472,953.04	224,631,046.42	935,861,576.01	694,672,868.51
Cash paid to acquire fixed assets intangible assets and other long-term assets	487,038,037.06	835,247,943.54	75,669,892.08	9,867,449.98
Cash paid on investments	333,000,198.72	347,129,983.92	850,615,345.00	1,079,683,570.00
Net cash paid to acquire subsidiaries and other operational units	376,720,000.00	29,466,240.91	376,720,000.00	
Other cash paid for investment activities	44,000,000.00	40,574.56	20,000,000.00	
Subtotal of cash outflows from investing activities	1,240,758,235.78	1,211,884,742.93	1,323,005,237.08	1,089,551,019.98
Net cash flows from investing activities	-1,208,285,282.74	-987,253,696.51	-387,143,661.07	-394,878,151.47
Cash flows from financing activities				
Proceeds from issuing stocks and bonds	302,249,000.00	23,442,867.78		
Including: Cash received from subsidiary company absorbed investment of minority shareholders' equity	306,249,000.00	21,477,867.78		
Cash received from borrowings	8,702,350,799.05	6,093,425,829.93	2,906,982,831.21	2,215,139,513.45
Cash received relating to other financing activities		141,023.59		
Subtotal of cash inflows from financing activities	9,004,599,799.05	6,117,009,721.30	2,906,982,831.21	2,215,139,513.45
Repayment of borrowings	6,661,464,725.19	6,027,235,151.87	1,283,194,325.18	3,474,936,476.59
Cash paid for distributing dividends and profits or paying interests	1,027,128,891.08	652,519,103.81	331,305,507.99	345,712,946.89
Including: Dividend and profit paid by subsidiaries to minority shareholders	308,647,983.20	29,825,878.32		
Cash payments relating to other financing activities	3,091,984.92	170,321.77		
Subtotal of cash outflows from financing activities	7,691,685,601.19	6,679,924,577.45	1,614,499,833.17	3,820,649,423.48
Net cash flows from financing activities	1,312,914,197.86	-562,914,856.15	1,292,482,998.04	-1,605,509,910.03
Influence Of fluctuation in exchange rate on cash and cash equivalents	-7,286,721.04	205,081,322.51	-13,563,313.88	171,776,696.79
Net increase in cash and cash equivalents	-185,152,949.41	-996,053,220.67	-12,884,439.71	-479,912,996.73
Add: Balance of cash and cash equivalents at the beginning of the year	1,562,073,415.01	2,558,126,635.68	423,700,117.49	903,613,114.22
Balance of cash and cash equivalents at the end of the year	1,376,920,465.60	1,562,073,415.01	410,815,677.78	423,700,117.49