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# 哈尔滨动力设备股份有限公司

HARBIN POWER EQUIPMENT COMPANY LIMITED

(incorporated in the People's Republic of China with limited liability)

(Stock Code: 1133)

## ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2010

本集团于2010年12月31日止年度内，在中华人民共和国境内及境外经营，其财务报表按照中国企业会计准则编制。本公司于2010年12月31日止年度的综合收益表如下：

### CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2010

	Note	2010 RMB'000	2009 RMB'000
营业收入	4	28,815,543	28,629,522
营业成本		(24,665,786)	(24,964,015)
营业利润		4,149,757	3,665,507
其他收益	5	948,150	568,962
营业外收入		(483,997)	(388,589)
营业外支出		(2,686,530)	(2,325,715)
利润总额		(410,931)	(390,036)
所得税费用	6(a)	(132,321)	(180,381)
净利润		25,793	34,764

	<i>Note</i>	2010 <i>RMB'000</i>	2009 <i>RMB'000</i>
..... n	6	1,409,921	984,512
n m	7	<u>(272,027)</u>	<u>(226,871)</u>
..... n ..... m ..... n ..... m .....		<u>1,137,894</u>	<u>757,641</u>
<b>Attachment:</b>			
..... C m n		1,024,498	606,206
..... n ..... n .....		<u>113,396</u>	<u>151,435</u>
		<u>1,137,894</u>	<u>757,641</u>
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**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AT 31 DECEMBER 2010**

	<i>Note</i>	<b>2010</b> <i>RMB'000</i>	2009 <i>RMB'000</i>
<b>Non-current assets</b>			
Intangible assets		4,991	248,724
Property, plant and equipment		4,815,171	4,261,254
Investments in subsidiaries		367,348	342,018
Financial assets		90,321	98,881
Deferred tax assets		193,878	133,932
Other non-current assets		328,490	179,079
Assets held for sale		35,941	27,074
		<b>5,836,140</b>	<b>5,290,962</b>
<b>Current assets</b>			
Financial assets		12,562,801	14,230,160
Accounts receivable	<i>11</i>	11,122,830	12,168,981
Bank balances	<i>11</i>	980,496	600,844
Prepaid expenses, other receivables and other assets	<i>11</i>	4,506,705	4,852,058
Inventory		12,058	10,176
Amounts due from related companies		894,923	947,326
Amounts due from subsidiaries		112,920	76,908
Deferred tax assets		104,276	-
Other non-current assets		1,188,000	-
Other non-current assets		-	7,006
Other non-current assets		249,294	526,229
Bank balances		1,090,000	3,553,595
Current assets		<b>11,425,774</b>	<b>10,612,136</b>
		<b>44,250,077</b>	<b>47,585,419</b>
<b>Current liabilities</b>			
Amounts due to related companies	<i>12</i>	1,274,290	509,964
Accounts payable		11,746,026	10,166,545
Other payables and provisions		2,799,289	3,173,130
Deferred tax liabilities		11,681,047	15,216,864
Amounts due to subsidiaries		24,418	51,757
Amounts due to related companies		20,478	20,478
Bank balances		507,005	1,288,579
Other non-current liabilities		815,084	592,313
		<b>28,867,637</b>	<b>31,019,630</b>

	Note	2010 RMB'000	2009 RMB'000
Net assets		<u>15,382,440</u>	<u>16,565,789</u>
Total equity attributable		<u>21,218,580</u>	<u>21,856,751</u>
Non-current liability			
Deferred tax		7,592,559	8,118,370
Accounts payable		1,042,918	814,020
Borrowings		<u>1,549,909</u>	<u>2,707,099</u>
		<u>10,185,386</u>	<u>11,639,489</u>
<b>NET ASSETS</b>		<u><b>11,033,194</b></u>	<u><b>10,217,262</b></u>
<b>CAPITAL AND RESERVES</b>			
Share capital	13	1,376,806	1,376,806
Reserves		<u>8,260,977</u>	<u>7,262,220</u>
Minority interests			
Controlling shareholders' loans			
Common		9,637,783	8,639,026
Non-current		<u>1,395,411</u>	<u>1,578,236</u>
<b>TOTAL EQUITY</b>		<u><b>11,033,194</b></u>	<u><b>10,217,262</b></u>

**NOTES:**

*FOR THE YEAR ENDED 31 DECEMBER 2010*

**1. GENERAL INFORMATION**

The Company is a limited liability company incorporated in the People's Republic of China (the "PRC") under the laws of the PRC. The Company's registered office is located at [Address]. The Company is a public company listed on the Shanghai Stock Exchange (the "SSE") under the listing number 600809. The Company's fiscal year ends on 31 December.

The Company's principal business is the provision of [Business Description]. The Company's operations are primarily conducted in the PRC. The Company's financial statements are prepared in accordance with the accounting standards applicable in the PRC.

The Company's share capital is divided into ordinary shares. The Company's shares are listed on the SSE. The Company's share capital is denominated in RMB. The Company's share capital is divided into [Number] shares of RMB [Amount] each.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**(a) Statement of financial position**

The Company's financial position is presented in the Statement of Financial Position. The Statement of Financial Position is prepared in accordance with the accounting policies set out in the financial statements. The Statement of Financial Position is prepared on a historical cost basis. The Statement of Financial Position is prepared in accordance with the accounting policies set out in the financial statements. The Statement of Financial Position is prepared on a historical cost basis.

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**(b) Balance sheet of the financial statement**

The Company's financial position is presented in the Statement of Financial Position. The Statement of Financial Position is prepared in accordance with the accounting policies set out in the financial statements. The Statement of Financial Position is prepared on a historical cost basis. The Statement of Financial Position is prepared in accordance with the accounting policies set out in the financial statements. The Statement of Financial Position is prepared on a historical cost basis.

**3. CHANGES IN ACCOUNTING POLICIES**

The Company's financial position is presented in the Statement of Financial Position. The Statement of Financial Position is prepared in accordance with the accounting policies set out in the financial statements. The Statement of Financial Position is prepared on a historical cost basis. The Statement of Financial Position is prepared in accordance with the accounting policies set out in the financial statements. The Statement of Financial Position is prepared on a historical cost basis.

- IAS 3 (2008), *Business combinations*
- Amended IAS 27, *Consolidated and separate financial statements*
- Amended IAS 39, *Financial instruments: Recognition and measurement – eligible hedged items*
- Amended IAS 32 (2009)
- IAS 5 (2005), *Presentation of financial statements – Classification by the borrower of a term loan that contains a repayment on demand clause*

The Company's financial position is presented in the Statement of Financial Position. The Statement of Financial Position is prepared in accordance with the accounting policies set out in the financial statements. The Statement of Financial Position is prepared on a historical cost basis. The Statement of Financial Position is prepared in accordance with the accounting policies set out in the financial statements. The Statement of Financial Position is prepared on a historical cost basis.

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A change in the accounting policy for HKFRS A 27, effective from 1 January 2010, resulted in a decrease in the amount of financial assets classified as available-for-sale. The change is due to the reclassification of certain financial assets to the category of financial assets at amortized cost. The reclassification was made as follows:

As a result of the improvements to HKFRSs, in 2009, HKFRS A 17, *Leases*, requires the lessee to recognize a liability for lease obligations. The liability is measured at the present value of the lease payments, which is calculated using the lessee's incremental borrowing rate. The liability is recognized at the commencement date of the lease and is subsequently measured at amortized cost. The amount of the liability is determined by the terms and conditions of the lease agreement.

The amount of the liability is measured at the present value of the lease payments, which is calculated using the lessee's incremental borrowing rate. The liability is recognized at the commencement date of the lease and is subsequently measured at amortized cost.

HKFRS A 5, "Presentation of financial statements – Classification by the borrower of a term loan that contains a repayment on demand clause" (HKFRS A 5). The classification of a term loan that contains a repayment on demand clause depends on the substance of the arrangement. If the loan is classified as a liability, it should be classified as a current liability unless the loan is non-recourse to the borrower's general credit, in which case it should be classified as a non-current liability.

The classification of a term loan that contains a repayment on demand clause depends on the substance of the arrangement. If the loan is classified as a liability, it should be classified as a current liability unless the loan is non-recourse to the borrower's general credit, in which case it should be classified as a non-current liability.

#### 4. REVENUE

The amount of revenue recognized during the reporting period is as follows:

	2010 RMB'000	2009 RMB'000
Revenue from the sale of goods	21,116,828	20,741,812
Revenue from the sale of services	7,691,199	7,629,850
Revenue from the sale of financial assets		202,628
Revenue from the sale of other assets		40,801
	<b>7,516</b>	<b>14,431</b>
	<b>28,815,543</b>	<b>28,629,522</b>

The amount of revenue from the sale of goods for the year ended 31 December 2010, is 28,815,543 RMB'000, which is an increase of 10% compared with the amount of 28,629,522 RMB'000 for the year ended 31 December 2009.



**5. OTHER REVENUE AND NET INCOME**

	2010 RMB'000	2009 RMB'000
Other revenue	278,138	266,543
Commission	278,138	266,543
Commission	60,617	-
Dividend income	20	1,298
Carrying charges	334,518	252,253
Interest income	29,279	9,880
	<u>702,572</u>	<u>529,974</u>
Other expense/(income)		
Interest expense	5,877	7,805
Interest expense	550	510
Interest expense	-	8,437
(Income)/expense	(9,584)	20,522
Interest expense	150,349	-
Interest expense	104,276	-
Interest expense	1,110	1,714
Interest expense	(7,000)	-
	<u>245,578</u>	<u>38,988</u>
	<u>948,150</u>	<u>568,962</u>

**6. PROFIT BEFORE TAXATION**

Profit/(Loss) before taxation/(Loss)/income:

	2010 RMB'000	2009 RMB'000
(a) Finance cost		
Interest expense	126,912	144,131
Interest expense	18,690	39,282
	<u>145,602</u>	<u>183,413</u>
Less: Interest income	(13,281)	(3,032)
	<u>132,321</u>	<u>180,381</u>

Bank interest expense/(income) 4.78% (2009: 4.86%)

	2010 RMB'000	2009 RMB'000
(b) <b>Staff cost</b>		
Salaries and wages	1,324,596	1,172,907
Employee benefits	256,978	229,713
	<u>1,581,574</u>	<u>1,402,620</u>
(c) <b>Other</b>		
Advertising	558,117	548,874
Administration	120,899	30,776
Amortization	12,993	22,023
Amortization of intangible assets	12,058	10,707
Arbitration	2,520	2,500
Commission	24,665,786	23,013,191
Depreciation	181	16,060
Depreciation of investment property	455,844	374,589
Depreciation of right-of-use assets		1,659
Debt loss	95,830	700
Finance charges	3,945	
Interest	5,937	2,300
Loss on disposal of non-current assets	650,239	463,633

# Commission fee, RMB1,360,119,000 (2009: RMB1,234,581,000) is included in the consolidated statement of comprehensive income, net of income tax expense of RMB60,000 (2009: RMB60,000).

## 7. INCOME TAX IN THE CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	2010 RMB'000	2009 RMB'000
<b>Current tax</b>		
Current tax expense	360,907	239,022
Current tax payable	(28,934)	(12,056)
	<u>331,973</u>	<u>226,966</u>
<b>Deferred tax</b>		
Deferred tax expense	(59,946)	(95)
	<u>272,027</u>	<u>226,871</u>



**10. SEGMENT REPORTING**

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no m n	17,984,152	2,362,495	5,060,211	919,028	2,489,657	28,815,543
m n	3,655,382					3,655,382
m n	<u>21,639,534</u>	<u>2,362,495</u>	<u>5,060,211</u>	<u>919,028</u>	<u>2,489,657</u>	<u>32,470,925</u>
Rep t ab e eg e t p fi	<u>2,534,295</u>	<u>596,378</u>	<u>170,478</u>	<u>307,563</u>	<u>541,043</u>	<u>4,149,757</u>
D n n n n n n	314,336	66,856	11,904	8,933	53,815	455,844
D n n n n n n					181	181
Am n n n n n n	11,038	271		568	1,116	12,993
Am n n n n n n	7,097	1,612	41	234	3,074	12,058
A n n n n n n	441,736	40,375	(1,079)	18,546	58,539	558,117
m n n n n n					3,945	3,945
Rep t ab e eg e t a e	<u>25,458,150</u>	<u>3,031,678</u>	<u>3,853,640</u>	<u>969,260</u>	<u>3,739,975</u>	<u>37,052,703</u>
A n n n n n n n	454,143	141,568	10,969	12,558	140,268	759,506
Rep t ab e eg e t abi tie	<u>26,382,460</u>	<u>2,955,454</u>	<u>3,803,714</u>	<u>1,060,681</u>	<u>2,620,820</u>	<u>36,823,129</u>

2009

	Year ended 31/12/09 RMB'000	Year ended 31/12/08 RMB'000	Year ended 31/12/07 RMB'000	Annual average 2007-2009 RMB'000	AC/DC margin	RMB'000
Operating income	19,220,791	1,893,429	4,299,673	1,251,301	1,964,328	28,629,522
Operating expenses	1,736,527					1,736,527
Operating profit	<u>20,957,318</u>	<u>1,893,429</u>	<u>4,299,673</u>	<u>1,251,301</u>	<u>1,964,328</u>	<u>30,366,049</u>
Reportable segment profit/(loss)	<u>2,572,874</u>	<u>437,991</u>	<u>(60,962)</u>	<u>316,106</u>	<u>399,498</u>	<u>3,665,507</u>
Depreciation and amortization	271,128	43,687	10,329	13,135	36,310	374,589
Depletion					16,060	16,060
Amortization of intangible assets	17,813	218		1,288	2,704	22,023
Amortization of financial assets	8,490	1,296	40	385	496	10,707
Amortization of other intangible assets	390,798	46,730	35,622	22,218	53,506	548,874
Reportable segment amortization	<u>28,354,652</u>	<u>2,438,448</u>	<u>4,576,856</u>	<u>1,498,732</u>	<u>3,133,281</u>	<u>40,001,969</u>
Amortization of non-current intangible assets	563,920	99,329	8,094	16,245	171,914	859,502
Reportable segment amortization of intangible assets	<u>29,811,273</u>	<u>2,692,148</u>	<u>3,036,218</u>	<u>1,675,755</u>	<u>1,728,146</u>	<u>38,943,540</u>

(b) Recettivi f. ep. ab ege. t. e. e. e. p. fi. t. , a e. t. a. d. abi. t. e

	2010 RMB'000	2009 RMB'000
<b>Re e e</b>		
Re e e	32,470,925	30,366,049
Re e e	(3,655,382)	(1,736,527)
<b>C n</b>	<u>28,815,543</u>	<u>28,629,522</u>
<b>P. fi. t.</b>		
P. fi. t.	4,149,757	3,665,507
P. fi. t.	(132,321)	(180,381)
P. fi. t.	25,793	34,764
P. fi. t.	(2,633,308)	(2,535,378)
<b>C n</b>	<u>1,409,921</u>	<u>984,512</u>
<b>A e. t.</b>		
A e. t.	37,052,703	40,001,969
A e. t.	328,490	179,079
D e. t.	193,878	133,932
D e. t.	104,276	-
D e. t.	1,188,000	-
A e. t.	35,941	27,074
A e. t.	11,182,929	12,534,327
<b>C n</b>	<u>50,086,217</u>	<u>52,876,381</u>
<b>Liabi. t. e</b>		
Liabi. t. e	36,823,129	38,943,540
Liabi. t. e	408,567	298,577
Liabi. t. e	1,821,327	3,417,002
<b>C n</b>	<u>39,053,023</u>	<u>42,659,119</u>

(c) Geographic information

The following table provides a breakdown of the Company's trade receivables, bills receivable and other receivables by geographic region. The Company's trade receivables, bills receivable and other receivables are primarily denominated in the local currency of the region in which they are generated. The Company's trade receivables, bills receivable and other receivables are primarily denominated in the local currency of the region in which they are generated.

	Receivables		Net accounts receivable	
	2010 RMB'000	2009 RMB'000	2010 RMB'000	2009 RMB'000
China (including mainland)	23,516,049	24,303,858	5,606,321	5,129,956
Other regions	5,299,494	4,325,664		
	<b>28,815,543</b>	<b>28,629,522</b>	<b>5,606,321</b>	<b>5,129,956</b>

**11. TRADE RECEIVABLES/BILLS RECEIVABLE/OTHER RECEIVABLES,**



## 12. TRADE PAYABLES

	2010 RMB'000	2009 RMB'000
Trade payables	9,856,188	6,941,123
1. 2	1,199,575	2,877,157
2. 3	548,747	267,834
3	141,516	80,431
	<b>11,746,026</b>	<b>10,166,545</b>

## 13. SHARE CAPITAL

	2010		2009	
	Number of shares	RMB'000	Number of shares	RMB'000
Authorized share capital:				
1. B1	701,235,000	701,235	701,235,000	701,235
2. B1	675,571,000	675,571	675,571,000	675,571
As at end of 31 Dec 2010	<b>1,376,806,000</b>	<b>1,376,806</b>	<b>1,376,806,000</b>	<b>1,376,806</b>

Authorized share capital is denominated in Renminbi Yuan (RMB). The share capital is denominated in Renminbi Yuan (RMB).

## 14. NON-ADJUSTING EVENT AFTER THE REPORTING PERIOD

- (1) On 11<sup>th</sup> May 2011, 哈爾濱電機廠有限責任公司 (Harbin Electric Co., Ltd.), a non-listed company incorporated in China, and 哈爾濱電機廠(昆明)有限責任公司 (Harbin Electric Co., Ltd. Kunming), a non-listed company incorporated in China, entered into a share purchase agreement. According to the agreement, Harbin Electric Co., Ltd. will acquire 55.64% of the equity interest of 哈爾濱電機廠(昆明)有限責任公司 (Harbin Electric Co., Ltd. Kunming) for a total consideration of RMB250,000,000. The acquisition is expected to be completed by 15<sup>th</sup> May 2011.
- (2) As at the end of the reporting period, the company has a share purchase agreement with 哈爾濱電機廠(昆明)有限責任公司 (Harbin Electric Co., Ltd. Kunming) for the acquisition of 5.9% of the equity interest of 哈爾濱電機廠(昆明)有限責任公司 (Harbin Electric Co., Ltd. Kunming).

## MANAGEMENT DISCUSSION AND ANALYSIS

(In Rupees Lakhs, unless mentioned otherwise)

### Macroeconomic and Industry Dependent

The Company's operations are primarily dependent on the Indian economy. In 2010, the Indian economy showed a steady growth of 9.3% over the previous year. The Company's operations are primarily dependent on the Indian economy. In 2010, the Indian economy showed a steady growth of 9.3% over the previous year. The Company's operations are primarily dependent on the Indian economy. In 2010, the Indian economy showed a steady growth of 9.3% over the previous year.

**Production and Service**

In 2010, the company's production and service revenue was 21,556.6 million yuan, an increase of 17.43% over 2009. The revenue from the sale of products was 26,070 million yuan, an increase of 17.51% over 2009; the revenue from the sale of services was 20,827.3 million yuan, an increase of 13.72% over 2009; the revenue from the sale of other products was 3,616.6 million yuan, an increase of 31.93% over 2009.

As of the end of 2010, the company's total assets were 10,000 million yuan, an increase of 10% over 2009. The total liabilities were 5,000 million yuan, an increase of 5% over 2009. The net assets were 5,000 million yuan, an increase of 5% over 2009. The company's operating income was 10,000 million yuan, an increase of 10% over 2009. The company's profit before tax was 2,000 million yuan, an increase of 20% over 2009. The company's profit after tax was 1,500 million yuan, an increase of 15% over 2009. The company's cash and cash equivalents were 1,000 million yuan, an increase of 10% over 2009.

**R&D and Technology Investment**

In 2010, the company's R&D and technology investment was 2,330 million yuan, an increase of 23.3% over 2009.

The company's R&D and technology investment was divided into three categories: A 1,000 million yuan, B 1,000 million yuan, and C 330 million yuan. The company's R&D and technology investment was 600 million yuan, an increase of 60% over 2009. The company's R&D and technology investment was 75 million yuan, an increase of 7.5% over 2009.

The company's R&D and technology investment was divided into three categories: A 1,000 million yuan, B 1,000 million yuan, and C 330 million yuan. The company's R&D and technology investment was 1,000 million yuan, an increase of 100% over 2009. The company's R&D and technology investment was 1,000 million yuan, an increase of 100% over 2009.

The company's R&D and technology investment was divided into three categories: A 1,000 million yuan, B 1,000 million yuan, and C 330 million yuan. The company's R&D and technology investment was 1,000 million yuan, an increase of 100% over 2009. The company's R&D and technology investment was 1,000 million yuan, an increase of 100% over 2009.



**GROSS PROFIT AND GROSS PROFIT MARGIN**

n 2010,	m	n	n	m	n	n	▼B4,149.76
m	n	n	n	13.21%	m	n	m
14.40%,	n	n	1.60	n	n	Am n	m
m	m	m	n	m	n	▼B2,534.29	m
m	n	m	m	n	m	n	▼B38.58
14.09%,	n	n	0.70	n	n	m	m
▼B158.39	m	n	m	m	n	m	n
m	n	m	m	n	m	n	▼B596.38
m	n	m	m	n	m	n	25.24%,
m	n	m	n	n	n	m	2.11
▼B170.48	m	n	n	n	n	m	n
n	n	n	m	n	n	n	n
3.37%,	n	n	4.79	n	n	n	n
▼B8.55	m	n	m	n	n	▼B307.56	m
n	n	n	n	n	n	m	n
▼B541.04	m	n	n	m	n	n	n
21.73%,	n	n	1.39	n	n	n	n
				33.47%,	n	n	8.21
				AC/DC	m	n	n
▼B141.54	m	n	m	n	n	n	n
				AC/DC	m	n	n

**EXPENSES DURING THE PERIOD**

▼B484.00	m	n	n	n	n	2010	m	n
▼B95.41	m	n	n	n	n	24.55%	m	n
▼B2,686.53	m	n	n	n	n	2010	m	n
▼B360.82	m	n	n	n	n	15.51%	m	n
&D	n	n	n	n	n	n	n	

**INTEREST EXPENSE**

▼B132.32	m	n	n	n	n
▼B48.06	m	n	m	n	n

**FUNDING AND BORROWINGS**

▼B2,056.91	m	n	(31 D	m	2010,	▼B3,995.68	m	n
▼B507.00	m	n	n	n	n	▼B781.58	m	n
▼B1,549.91	m	n	n	n	n	▼B1,157.19	m	n

## DEPOSITS AND CASH FLOW

As at 31 December, 2010, the total deposits and cash flow were B12,515.77 million, compared with B1,649.96 million in 2009. Deposits, excluding deposits from the Government, were B854.33 million, compared with B1,906.30 million in 2009. Deposits from the Government were B1,946.99 million.

## CAPITAL STRUCTURE AND CHANGES THEREOF

As at 31 December, 2010, the total capital structure was B50,086.22 million, compared with B2,790.16 million (5.28%) in 2009. The total capital structure was B44,250.08 million, or 88.35% of the total assets, compared with B5,836.14 million, or 11.65% in 2009.

## LIABILITIES

As at 31 December, 2010, the total liabilities were B39,053.02 million, compared with B3,606.10 million in 2009. The total liabilities were B28,867.64 million, or 73.92% of the total assets, compared with B10,185.38 million, or 26.08% in 2009. As at 31 December, 2010, the total liabilities were 77.97% of the total assets.

## SHAREHOLDERS' EQUITY

As at 31 December, 2010, the total shareholders' equity was B9,637.78 million, compared with B998.75 million in 2009. The total shareholders' equity was B7.00 million, or 11.21% of the total assets, compared with B998.75 million, or 26.08% in 2009.

## GEARING RATIO

As at 31 December, 2010, the gearing ratio (total liabilities divided by total shareholders' equity) was 1.06:1, compared with 1.35:1 in 2009.

## CONTINGENT LIABILITIES AND PLEDGE OF ASSET

As at 31 December, 2010, the total contingent liabilities and pledge of asset were B249.29 million, compared with B249.29 million in 2009.







### 3. String breadth in three areas

As a result of the above, the following is a list of the most common strings in the three areas. The strings are listed in order of their frequency in the three areas. The strings are listed in order of their frequency in the three areas. The strings are listed in order of their frequency in the three areas.

The following table shows the frequency of the most common strings in the three areas. The strings are listed in order of their frequency in the three areas. The strings are listed in order of their frequency in the three areas.

The following table shows the frequency of the most common strings in the three areas. The strings are listed in order of their frequency in the three areas. The strings are listed in order of their frequency in the three areas.

The following table shows the frequency of the most common strings in the three areas. The strings are listed in order of their frequency in the three areas. The strings are listed in order of their frequency in the three areas.

**DIVIDEND**

At the annual meeting of the Board of Directors held on December 13, 2010 (2009: December 13, 2009), the Board of Directors declared a cash dividend of \$0.1661 per share of common stock to the holders of record as of December 13, 2010. The dividend was paid on December 15, 2010. The Board of Directors also declared a cash dividend of \$1.1861 per share of common stock to the holders of record as of December 13, 2011. The dividend was paid on December 15, 2011. The Board of Directors also declared a cash dividend of \$0.1661 per share of common stock to the holders of record as of December 13, 2010. The dividend was paid on December 15, 2010. The Board of Directors also declared a cash dividend of \$1.1861 per share of common stock to the holders of record as of December 13, 2011. The dividend was paid on December 15, 2011.

**CLOSURE OF REGISTER**

The Company's transfer agent, Computershare Inc., will close its books for the purpose of determining the shareholders entitled to receive the cash dividend on December 13, 2010. The books will be closed from December 13, 2010 to December 15, 2010. The books will be closed from December 13, 2011 to December 15, 2011. The books will be closed from December 13, 2010 to December 15, 2010. The books will be closed from December 13, 2011 to December 15, 2011. The books will be closed from December 13, 2010 to December 15, 2010. The books will be closed from December 13, 2011 to December 15, 2011.

**DIRECTORS', SUPERVISORS' AND SENIOR MANAGEMENT'S INTERESTS IN THE SHARE CAPITAL OF THE COMPANY**

As of December 31, 2010, the following table shows the interests of the directors, supervisors and senior management in the share capital of the Company. The table shows the number of shares held, the percentage of the total shares, and the value of the shares. The table shows the interests of the directors, supervisors and senior management in the share capital of the Company. The table shows the number of shares held, the percentage of the total shares, and the value of the shares. The table shows the interests of the directors, supervisors and senior management in the share capital of the Company. The table shows the number of shares held, the percentage of the total shares, and the value of the shares.

**PURCHASE, SALE AND REDEMPTION OF THE COMPANY'S LISTED SECURITIES**

The Company has not purchased, sold or redeemed any of its listed securities during the period from January 1, 2010 to December 31, 2010.

**MODEL CODE**

The Company has adopted the Model Code for Directors and Supervisors as set out in the Listing Rules of the Stock Exchange of Hong Kong. The Company has confirmed that all the directors and supervisors have complied with the Model Code during the period from January 1, 2010 to December 31, 2010.

# CODE ON CORPORATE GOVERNANCE PRACTICES

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## AUDITORS

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B  
G g Ji g-B  
Chairman

Commonwealth of Australia, 2011

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