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1. IMPORTANT NOTICE

- I. The Board of Directors (the "Board"), the Supervisory Committee (the "Supervisory Committee") of Guangzhou Pharmaceutical Company Limited ("GPC" or the "Company") and its Directors, Supervisors and Senior Management collectively and individually accept full responsibility for the authenticity, accuracy and completeness of the information contained in this report and confirm that there are no false information, misleading statements or material omissions in this report.
- II. Guangdong Yangcheng Certified Public Accountants Co., Ltd., the domestic auditor, and PricewaterhouseCoopers, the international auditor, have audited the financial reports of the Company together with its subsidiaries (collectively the "Group") and the Company for the year ended 31 December 2006 (the "Reporting Period" or the "Year") and issued unqualified auditors' reports thereon.
- III. Mr. Yang Rongming (Chairman of the Board), Mr. Shi Shaobin (Director and General Manager), and Mr. Chen Binghua (Financial Controller and Senior Manager of the Finance Department) individually accept responsibility for ensuring the authenticity and completeness of the financial reports contained in this report.
- IV. This report is prepared in both English and Chinese. In the event that different interpretation occurs, with the exception of the financial reports prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") and the international auditor's report thereon, the Chinese version shall prevail.