

**Lihua International - Reconciliation of SAIC and SEC reports**

<b>Description</b>	<b>Lihua Electron</b>	<b>Lihua holdings</b>	<b>Lihua copper</b>	<b>Consolidated</b>	<b>Adjustments</b>		<b>12/31/2009</b>	<b>12/31/2009</b>	<b>Ally Profit</b>	<b>Lihua</b>	<b>12/31/2009</b>
	RMB	RMB	RMB	RMB	<b>Elimination for internal sales</b>	<b>GAAP Adjustments</b>	RMB	USD	<b>(BVI)</b>	<b>International</b>	USD
<b>Revenue</b>	747,296,761	-	746,843,412	1,494,140,173	(390,636,975)		1,103,503,198	161,543,434	-	-	<b>161,543,434</b>
Gross Profit	180,135,549	-	71,097,111	251,232,659	(2,678,517)	(1,047,737)	247,506,405	36,232,822	-	-	<b>36,232,822</b>
Income tax	20,625,417	-	16,483,850	37,109,267		(1,262,587)	35,846,680	5,247,647	-	-	<b>5,247,647</b>
<b>Net Income</b>	143,909,804	853,896	48,617,108	193,380,808	(2,678,517)	(1,825,808)	188,876,483	27,649,902	-	(10,870,626) <sup>(1)</sup>	<b>16,779,276</b>

(1) Includes approximately \$2.0MM of general corporate expenditures and \$8.83MM of non-cash charges due to the change in fair value of the warrants.

RMB - US Dollar Conversion is based on the exchange rate on 3/31/10 - 1 USD = RMB 6.8310