

The Financial Review

(a) Capital Structure and Treasury Policy

The Group maintains a strong and stable financial position. As at 31 December 2000, the Group had total assets of approximately HK\$2,057.0 million, comprising non-current assets of approximately HK\$563.3 million and current assets of approximately HK\$1,493.7 million, which were financed by current liabilities, non-current liabilities, minority interest and shareholders' fund of approximately HK\$838.5 million, HK\$124.8 million, HK\$0.6 million and HK\$1,093.1 million respectively.

During the period, a total of 38,250,000 share options were exercised and the Company had no outstanding share options at the end of interim period.

(b) Borrowings and banking facilities

As at 31 December 2000, the Group had aggregate banking and credit facilities of approximately HK\$461.4 million and were secured by certain of the Group's tangible fixed assets with net book value totaling HK\$12.0 million and bank deposits of approximately HK\$17.0 million. Subsequent to the interim period end, all the bank deposits pledged were released.

As at 31 December 2000, the Group had utilized a total of approximately HK\$450.5 million of the aforesaid banking and credit facilities. The Group's consolidated net debt as at 31 December 2000, being bank borrowings less cash and bank deposits, amounted to HK\$9.2 million compared to net cash of HK\$175.3 million as at 30 June 2000.

財務回顧

(a) 資本架構及財務政策

本集團之財務狀況保持穩健。截至二零零零年十二月三十一日，本集團之總資產約為2,057,000,000港元（包括非流動資產約563,300,000港元及流動資產約1,493,700,000港元），其由流動負債、非流動負債、少數股東權益及股東資金（分別約為838,500,000港元、124,800,000港元、600,000港元及1,093,100,000港元）融資。

期內，共有38,250,000股購股權獲行使及於中期業績期間結束時，本公司並無任何尚未行使之購股權。

(b) 借貸與銀行融資

截至二零零零年十二月三十一日，本集團之銀行及信貸融資總額約為461,400,000港元，其由本集團之若干有形固定資產（帳面淨值為12,000,000港元）及銀行存款（約為17,000,000港元）作抵押。在中期業績報告期間結束後，所有已抵押銀行存款已獲解除。

截至二零零零年十二月三十一日，本集團已動用之上述銀行及信貸融資合共約450,500,000港元。本集團於二零零零年十二月三十一日之綜合負債淨額（即銀行借貸減現金及銀行存款）為9,200,000港元，而二零零零年六月三十日時則為淨現金175,300,000港元。

In September 2000, the Group has raised new funding by way of an issue of an aggregate principal amount of US\$16.0 million 3% convertible bonds due 2003 ("CBs") to Credit Suisse First Boston (Hong Kong) Limited ("CSFB") and The SCM Growth Fund II L.P. ("SCM"). The net proceeds derived from the issue of the CBs will be used for capital expenditures in connection with the expansion of certain production facilities and general working capital purposes. Subsequent to the end of interim period and before 22 March 2001 (date of this interim report), CSFB and SCM converted US\$200,000 and US\$4.0 million bonds respectively into ordinary shares of the Company which resulted in an increase in the issued share capital of the Company by a total of approximately HK\$3.4 million.

In January 2001, a three-year syndicated loan of US\$40.0 million was concluded, which is mainly used for capital expenditures to increase the production capacity and general working capital purposes. This long term financing can match the long term investment funding requirements of the Group and facilitates the achievement of future plans of the Group.

The Group services its debts primarily through cash generated by operations. As at 31 December 2000, the Group had bank balances and cash of approximately HK\$441.4 million and taking into consideration the Group's internally generated funds and available banking facilities, the directors have ascertained that the Group has adequate financial resources to sustain its working capital requirement and future expansion and meet its foreseeable debt repayment requirements.

The Group will continue to adopt its conservative and prudent policy in financial and treasury management.

於二零零零年九月，本集團透過向瑞士信貸第一波士頓（香港）有限公司（「瑞士信貸第一波士頓」）及The SCM Growth Fund II L.P.（「SCM」）發行本金總額達16,000,000美元之二零零三年到期3%可換股債券（「可換股債券」）籌集新資金。發行可換股債券所得款項淨額將用作有關擴充若干生產設施之資本開支及一般營運資金。在中期業績期間結束後至二零零一年三月二十二日（本中期報告日期）前，瑞士信貸第一波士頓及SCM分別將200,000美元及4,000,000美元之債券轉換為本公司普通股，導致本公司之已發行股本增加合共約3,400,000港元。

於二零零一年一月，本公司成功籌組一筆金額為40,000,000美元之三年銀團貸款，其主要用作擴充生產能力之資本開支及一般營運資金。此項長期融資可配合本集團之長期投資資金所需及有助本集團完成未來計劃。

本集團主要以營運所得之現金償還其債務。截至二零零零年十二月三十一日，本集團之銀行結餘及現金約為441,400,000港元及在計入本集團之內部資金及可供動用之銀行融資後，董事確定本集團具備充足之財務資源，足以應付營運資金所需及未來發展所需，以及支付於可見未來到期之債務還款。

本集團在財務及財政管理方面將繼續採取保守審慎之政策。