

Group Structure (continued)

<i>Note</i>	Principal subsidiaries	Place of incorporation and operation	Issued and fully paid share capital	Percentage of equity held by the Company	Principal activities
(2)	Li & Fung (Portugal) Limited	England	Ordinary GBP 100	100	Investment holding
	Li & Fung (Properties) Limited	Hong Kong	Ordinary HK\$1,000,000	100	Property investment
(2)	Li & Fung (Singapore) Pte Limited	Singapore	Ordinary S\$25,000	100	Export trading
(2)	Li & Fung South Africa (Proprietary) Limited	South Africa	Ordinary Rand 100	100	Export trading
(2)	Li & Fung Taiwan Holdings Limited	Taiwan	NT\$287,996,000	100	Investment holding
	Li & Fung Taiwan Investments Limited	British Virgin Islands	Ordinary US\$4,912,180	100	Investment holding
(2)	Li & Fung (Taiwan) Limited	Taiwan	NT\$40,000,000	100	Export trading
(2)	Li & Fung (Thailand) Limited	Thailand	Baht 6,000,000	100	Export trading
	Li & Fung (Trading) Limited	Hong Kong	Ordinary HK\$200 Non-voting deferred HK\$10,000,000	100	Export trading and investment holding
(2)	Li & Fung (Zhanjiang) Limited	The People's Republic of China	US\$1,999,055	100	Packaging
(2)	Lifung.com, Inc.	U.S.A.	Common stock US\$3,400 Series A Preferred stock US\$8,000,000 Series B Preferred stock US\$14,148,954	57.4	E-commerce

Group Structure (continued)

	<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity held by the Company</u>	<u>Principal activities</u>	
<i>Note</i>	Principal subsidiaries				
	Lifung Express Limited	Hong Kong	Ordinary "A" HK\$10 Ordinary "B" HK\$10	100	Export trading
	Lifung Structure Limited	Hong Kong	Ordinary HK\$20	100	Export trading
	Lloyd Textile Trading Limited	Hong Kong	Ordinary HK\$1,000,000	100	Export trading
	Luma Trading Limited	Hong Kong	Ordinary HK\$100	60	Export trading
	Maclaine Limited (Formerly known as Swire & Maclaine Limited)	Hong Kong	Ordinary HK\$5,570,150	100	Export trading
(2)	Mercury (BVI) Holdings Limited	British Virgin Islands	Ordinary US\$1	100	Investment holding
(2)	Mighty Hurricane Holdings Inc.	U.S.A.	Common shares of US\$100 Preference shares of US\$100	100	Investment holding
(2)	N.E.A.L. Incorporated N.V.	Netherlands Antilles	Ordinary B US\$6,000	60	Export trading
(2)	Perfect Trading Inc.	Egypt	LE 250,000	60	Export trading
(2)	P.T. Lifung Indonesia	Indonesia	US\$250,000	100	Export trading
(2)	Ratners Enterprises Limited	British Virgin Islands	Ordinary US\$1	100	Investment holding
	Shiu Fung Fireworks Company Limited	Hong Kong	Ordinary "A" HK\$1,100,000 Ordinary "B" HK\$1,100,000	100	Export trading
	Studio LF, L. P.	British Virgin Islands	Capital contribution US\$56,148,954	73	Investment holding

Group Structure *(continued)*

Note	Principal subsidiaries	<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity held by the Company</u>	<u>Principal activities</u>
	Sky Million International Limited	Hong Kong	Ordinary HK\$2	100	Property investment
	Swift Return Investments Limited	British Virgin Islands	Ordinary US\$1	75	Investment holding
(2)	Tantallon Enterprises Limited	British Virgin Islands	Ordinary US\$1	100	Investment holding
(2)	The Millwork Trading Co., Ltd.	U.S.A.	Common stock US\$1,331,000 9.5% Preferred Stock US\$0.17	100	Distribution and wholesaling
	Toy Island Manufacturing Company Limited	Hong Kong	Ordinary HK\$62,000,000	100	Design and marketing
	Verity Enterprises Limited	Hong Kong	Ordinary HK\$2,000,000	100	Export trading

- (1) *Li & Fung (B.V.I.) Limited provides the subsidiaries with promotional and marketing activities outside Hong Kong.*
- (2) *Subsidiaries not audited by PricewaterhouseCoopers, Hong Kong. The aggregate net assets of subsidiaries not audited by PricewaterhouseCoopers, Hong Kong amounted to approximately 6% of the Group's total net assets.*
- (3) *CS Asia Limited operates in the Philippines.*
- (4) *Eclat Properties Inc. operates in Thailand.*

The above table lists out the principal subsidiaries of the Company as at 31 December 2000 which, in the opinion of the directors, principally affected the results for the year or form a substantial portion of the net assets of the Group. To give details of other subsidiaries would, in the opinion of the directors, result in particulars of excessive length.

Group Structure (continued)

	<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity indirectly held by the Company</u>	<u>Principal activities</u>	
Principal associated companies					
	Blue Work Trading Company Limited	Hong Kong	Ordinary HK\$4,000,000	50	Export trading
#	EC Basic S.r.l.	Italy	Units Lire20,000,000	50	Export trading
#	Eagleville Fireworks, L.P.	U.S.A.	Capital contribution US\$518,762	25	Retailing
#	Fireworks Management, Inc.	U.S.A.	Common stock US\$60,000	25	Investment holding
#	Gulf Coast Fireworks Sales, L.L.C.	U.S.A.	Capital contribution US\$1,156,392	25	Fireworks distribution
#	Harrisonville Fireworks, L.P.	U.S.A.	Capital contribution US\$446,817	25	Retailing
	LF Basic Limited	Hong Kong	Ordinary HK\$1,560,000	50	Export trading
	LF Capital Limited	British Virgin Islands	Ordinary US\$2	50	Investment holding
#	Lone Jack Fireworks, L.L.C.	U.S.A.	Capital contribution US\$334,772	25	Retailing
#	MBC Enterprises, Inc.	U.S.A.	Common stock US\$1,500	25	Retailing
#	Winco Fireworks International, L.L.C.	U.S.A.	Capital contribution US\$2,603,626	25	Wholesaling
#	Winco Fireworks Utah, L.L.C.	U.S.A.	Capital contribution US\$473,490	25	Fireworks distribution
#	Yetimo Limited	Hong Kong	Ordinary US\$450,000	37.5	E-commerce
#	Zenith Specialties, L.P.	U.S.A.	Capital contribution US\$297,970	25	Fireworks manufacturing



Group Structure *(continued)*

The associated companies are not audited by PricewaterhouseCoopers, Hong Kong.

The above table lists out the principal associated companies of the Company as at 31 December 2000 which, in the opinion of the directors, principally affected the results for the year or form a substantial portion of the net assets of the Group. To give details of other associated companies would, in the opinion of the directors, result in particulars of excessive length.