

Interim Report 中期報告書 2001



Business Review and Outlook 業務回顧及展望

Business Review

The Group achieved a consolidated turnover of HK\$817 million for the first half of 2001. Its net profit attributable to shareholders is HK\$2.5 million, representing HK\$13 million better than the same period of last year. This is mainly the result of more effective raw materials sourcing and operating productivity programs.

Our branded products reported encouraging growth for the first half of 2001, during which we achieved double digit volume growth for our Flour products, Edible Oil products, and Detergent products.

During the period, a final resolution was completed with the relevant government authorities for the wheat quota issue. There is no further contingent provision required on this matter.

Financial Review

Current ratio	流動比率	1.0	1.2
Net working capital (HK\$ million)	營運資金淨額(港幣百萬元)	225	214
Net working capital to sales (%)	營運資金淨額與 銷售額之比率(百分率)	13	12
Net borrowings (HK\$ million)	借貸淨額(港幣百萬元)	264	302
Gearing ratio (%)	負債比率(百分率)	26	29

The Group generally finances its businesses with internally generated cash flows and banking facilities at different geographical markets as far as practicable. Financing and cash management activities of the Group are coordinated at the Corporate level.

The Group's working capital management continued to keep tight control on credit policies and inventory planning. As at 30th June 2001, over 96% of its receivables were less than 3 months old, compared to 93% as at 31st December 2000. The Group's provision on overall receivables remained relatively unchanged. Most of the Group's trade creditors normally grant over 90 days credit to the Group.

業務回顧

本集團於二零零一年上半年錄得綜合營業額達港幣817,000,000元。股東應佔溢利為港幣2,500,000元，較去年同期上升了港幣13,000,000元。業績較去年同期有所改善，有賴成功提升了原料採購及生產方面之效能所致。

我們之品牌產品於同期取得令人鼓舞的增長，麵粉部、食用油脂部及清潔用品部之業務均錄得雙位數字的增長。

是期間，由於小麥進口配額之問題已與有關之政府部門達成方案，故無須作出任何撥備。

財務回顧

30th June 2001 二零零一年 六月三十日 (unaudited) (未經審核)	31st December 2000 二零零零年 十二月三十一日 (audited) (經審核)
1.0	1.2
225	214
13	12
264	302
26	29

本集團一般均盡量以不同地域市場內部產生之流動現金及銀行信貸提供營運所需資金。本集團之融資及現金管理事宜均由企業層統籌。

本集團對營運資金之管理，繼續嚴謹控制信貸政策及存貨規劃。而比較起於二零零零年十二月三十一日之93%，超過96%於二零零一年六月三十日之逾期應收賬款少於三個月賬齡。本集團就整體應收賬款所作出之撥備相對維持不變。而本集團絕大多數購貨客戶均給予本集團超過90天數期。

The debt maturity profile of the Group as at 30th June 2001 is analysed as follows:

Repayable within one year	一年內償還
Repayable after 1 year, but within 2 years	於一年後至兩年內償還
Repayable after 2 years, but within 5 years	於兩年後至五年內償還

本集團於二零零一年六月三十日的債務還款期分析如下：

30th June 2001 二零零一年六月三十日 (unaudited) (未經審核) HK\$'000 港幣千元	31st December 2000 二零零零年十二月三十一日 (audited) (經審核) HK\$'000 港幣千元
564,963	527,823
62,346	203,533
—	730
627,309	732,086

The Group's gearing ratio was improved from 29% as at 31st December 2000 to 26% as at 30th June 2001, which was calculated based on the net borrowings (net of cash deposits and bank balances) of HK\$264 million (31st December 2000: HK\$302 million) and the shareholders' funds of HK\$1,033 million (31st December 2000: HK\$1,033 million).

本集團之負債比率已由二零零零年十二月三十一日的29%改善至二零零一年六月三十日的26%，此乃根據借貸淨額(已扣除現金存款及銀行結餘)之港幣264,000,000元(二零零零年十二月三十一日：港幣302,000,000元)及股東權益港幣1,033,000,000元(二零零零年十二月三十一日：港幣1,033,000,000元)計算。

As at 30th June 2001, there were available aggregate banking facilities of HK\$404 million that have not yet been utilized by the Group. As the cash deposits and bank balances of the Group amounted to HK\$432 million together with the total net working capital of HK\$225 million, the management believes that the Group has sufficient financial resources to discharge its debts and to finance its daily operations and capital expenditure.

於二零零一年六月三十日，本集團未動用之銀行信貸總額合共港幣404,000,000元。有鑒於本集團之現金存款及銀行結餘共港幣432,000,000元以及淨營運資金總額達港幣225,000,000元，管理層認為本集團具備充足財務資源償還債務及提供日常業務運作所需資金及資本支出。

Over 80% of the Group's cash deposits and bank balances are denominated in either Hong Kong Dollars or US Dollars. The exposure to exchange fluctuation is minimal. As at 30th June 2001, the Group had entered into an interest rate swap agreement of notional principal amount of US\$5 million (31st December 2000: US\$5 million) and currency swap arrangement of RMB200 million (31st December 2000: RMB200 million) for hedging purposes.

本集團的現金存款及銀行結餘超過80%均為港幣或美元，受貨幣兌換率波動影響的機會甚微。於二零零一年六月三十日，本集團已簽定名義本金面值5,000,000美元(二零零零年十二月三十一日：5,000,000美元)的利息掉期合約及外幣掉期安排為人民幣200,000,000元(二零零零年十二月三十一日：人民幣200,000,000元)，作為對沖之用。

Employee, Training and Remuneration Policy

僱員、培訓及薪酬政策

As at 30th June 2001, the Group has approximately 1,740 (31st December 2000: 1,760) employees. Employees are remunerated according to nature of the job and market trend, with built-in merit component incorporated in the annual increment and year end performance bonus to reward and motivate individual performance. Total staff costs for the period ended 30th June 2001 were HK\$77 million.

截至二零零一年六月三十日，集團旗下員工約1,740人(二零零零年十二月三十一日：1,760人)。員工薪酬乃按工作性質和市況而釐定，並於是期間增薪評估內設有表現評估部分及年終獎金，以推動及獎勵個人工作表現。截至二零零一年六月三十日止期間內的職工成本總額為港幣77,000,000元。

Pursuant to the share option scheme ("Scheme") approved by the shareholders on 26th May 2000, the directors of the Company may invite employees and directors (other than non-executive directors) of the Company or any of its subsidiaries from time to time to take up options to subscribe for shares of HK\$1 each in the capital of the Company. The subscription price and the exercisable period is determined in accordance with prescribed formula and terms. No option was granted and none of the grantees exercised their options under the Scheme during the period.

Charges on Group Assets

As at 30th June 2001, the amount of the Group's assets pledged as security for liabilities was HK\$846 million (31st December 2000: HK\$890 million).

Outlook

The Group will continue to drive sales growth in every market and for every major brand. We have consistently been providing superior quality and services to satisfy the needs of our customers.

The Group has also received approval from the government to utilize the Tai Po Building as a distribution and logistic centre. In March 2001, Lam Soon Food Supply Company Limited was established to integrate the sales and distribution services of the Group's businesses for the Hong Kong market. Its purpose is to better leverage the synergies of its core brands, customer bases, sales and logistic functions. This company is a wholly owned subsidiary of the Lam Soon Food Group.

In addition, we have also launched "Call828" service as the first mobile B2B (Business to Business) e-Commerce initiative in Hong Kong and China. This service will enable our sales team and trade partners to place orders through WAP handsets. We expect this will significantly enhance sales penetration and efficiency in the China market.

In Guangdong, it has built its sales and distribution network over the past few years and has continued to provide higher sales and market share growth.

The Group will also focus on the improvement of its operating margins through series of productivity and operating improvement programs. The Group has well prepared to position itself for the challenges and opportunities as China is going to enter the World Trade Organization (WTO) in the near future.

根據股東於二零零零年五月二十六日通過的購股權計劃(「該計劃」)，本公司董事可邀請本公司或其任何附屬公司的僱員及董事(非執行董事除外)接納購股權，可認購本公司作價港幣1元的股份。該等購股權的認購價及行使期乃按照指定的計算方法及條款而釐定。於是期間內，該計劃並沒有授出購股權，亦沒有獲授人行使其購股權。

本集團資產之抵押

於二零零一年六月三十日，本集團為負債作出抵押之資產金額為港幣846,000,000元(二零零零年十二月三十一日：港幣890,000,000元)

展望

本集團將繼續努力不懈地為各主要品牌開拓不同的市場，務求各品牌之銷售量能保持穩健增長，更貫徹提供優質的產品及顧客服務以迎合不同客戶的要求。

集團已取得政府部門的批准將位於大埔工業邨之廠房發展為分銷及物流管理中心。為著改善本地市場於銷售及分銷範疇上之效益，南順食品供應有限公司於本年三月正式成立，該公司為本集團之全資擁有附屬公司。成立目的在於對本地市場之品牌推廣、客戶服務、銷售及物流管理層面上作出一站式支援，以達致最佳效率。

另外，本集團更於香港及中國推出首創之流動B2B(商業對商業)電子商貿服務「Call828」。此服務乃透過WAP科技讓我們的營業員及客戶可以利用流動電話直接訂貨。我們冀望此商貿方案能有效地促進我們於中國市場內的業務並為集團帶來可觀的增長。

過去數年，本集團於廣東省地區所建立的銷售及分銷網絡，繼續為整體銷售量帶來了貢獻，從而爭取了更高的市場佔有率。

透過一系列有效而可行的生產及營運改善方案，冀望能為集團提高營運利潤。本集團更以積極的態度作好了準備，以迎接中國即將加入世界貿易組織所帶來的挑戰及商機。

Flour Division

The Division has successfully completed its capacity expansion in April, raising the production capability of the Shekou flour mill from a daily capacity of 800 metric tons to 1,000 metric tons. The Shekou flour mill is now ranked as the largest wholly foreign-owned flour mill in China.

Sales of the Division also achieved satisfactory growth during the period. In China, the volume growth was 11%. In Hong Kong, Lam Soon remains as the leading supplier in the market. Its most premium brands, "American Roses" and "Golden Statue" are the most preferred choice of flour for making dim sum and bakery products being consumed everyday by most of the Hong Kong people.

Edible Oil Division

The retail sales of our flagship brands, namely "Knife" Brand and "Red Lantern" Brand reported double digit volume growth from the same period of last year.

Year 2001 is the second consecutive year that "Knife" Brand was once again recognized as a Super Brand in Asia by Reader's Digest. During the first six months of this year, the brand has increased its market share as the No.1 brand in Hong Kong.

In China, there are improvements to both supply costs and retail sales. In addition, there are also increases to the utilization of our production capacity at Shekou refinery. The Division has reported improved operating results from last year. We expect this improvement will continue for the rest of the year.

Detergent Division

The Division continues to show operating profit improvement for the first half of the year. According to AC Nielsen, we remain as the market leader in the Hong Kong dish washing detergent market.

Fruit Wash is a new initiative designed by "AXE Homecare Laboratory" for Hong Kong cleaning vegetables and fresh fruits. The product helps Hong Kong consumers to prevent the intake of toxic chemical.

Our business in China also achieved double digit volume growth during the period.

Packaging Division

The operating margin of the Division has improved by HK\$6 million during the period mainly due to more stable aluminum costs.

Frozen Food Division

Quality product and superior services have been the main focus of the Division during the period. It is committed to continuous improvement in operations and product mix so as to achieve maximum customer satisfaction. In addition, the Division is also actively expanding its trading line with overseas manufacturers.

麵粉部

本集團位於中國蛇口的麵粉廠於今年四月已完成其擴大生產規模，日產量由800公噸增至1,000公噸，擢升為中國最大規模的全外資麵粉廠。

本部的銷售額達至非常滿意的增長。中國地區的總銷售量增長了11%。在香港，我們的產品繼續保持著市場上領導的地位。著名品牌「美玫瑰牌」及「金像牌」麵粉更是香港用家們首選的點心及糕點用粉。

食用油脂部

於零售市場方面，食用油脂部之旗艦品牌「刀嘜」及「紅燈牌」之銷售量較去年同期比較錄得雙位數字的增長。

於二零零一年，「刀嘜」更連續第二年被「讀者文摘」評選為亞洲區非常品牌金獎。在本年首六個月內，「刀嘜」於香港的食油市場佔有率再次攀升，成為香港市場首位的品牌。

於中國，無論在供應成本及零售業務上都得到改善，再加上不斷提高位於蛇口煉油廠的使用量，本部之營運成果較去年為佳。我們期望此增長於下半年能持續。

清潔用品部

上半年，本部的營運利潤較去年為高。根據AC Nielsen之市場調查顯示，本部出產之洗潔劑繼續雄踞香港市場的首位。

由「AXE家居護理研究中心」研製而成的蔬果清洗液，正式於香港市場推出，此產品能有效地清除殘留於蔬果上的農藥及細菌。

是期間，本部於國內市場之銷售量同樣錄得雙位數字的增長。

鋁罐生產部

是期間，穩定的鋁質物料價格為本部帶來了為數達港幣6,000,000元之利潤增長。

麵包及冷凍食品部

提供高質素及高效率之服務成為本部之首要項目，是期間，我們悉力改良本部的運作及產品，務求能滿足不同需求的戶客。此外，本部更積極尋找與海外生產商之合作機會。

Consolidated Income Statement (unaudited)

綜合收益表(未經審核)

Six months ended 30th June

截至六月三十日止六個月

		Note 附註	2001 二零零一年 HK\$'000 港幣千元	2000 二零零零年 HK\$'000 港幣千元
Turnover	營業額	2	816,797	907,373
Cost of sales	銷貨成本		(673,417)	(765,205)
Gross profit	毛利		143,380	142,168
Other income	其他收入		9,206	13,553
Selling and distribution expenses	銷售及推銷費用		(69,355)	(66,788)
Administrative expenses	管理費用		(77,895)	(89,364)
Other operating expenses	其他經營費用		(6,497)	(15,984)
Losses from operations	經營業務虧損	2	(1,161)	(16,415)
Net interest expenses	利息支出淨額		(14,598)	(26,753)
Provision for diminution in value of subsidiaries written back	附屬公司賬面減值 準備撥回		11,657	3,343
Profit on disposal of associates	出售聯營公司溢利		—	16,103
Operating losses	經營虧損	3	(4,102)	(23,722)
Share of results of associates	應佔聯營公司的業績		—	(80)
Share of results of a jointly controlled entity	應佔共同控制個體 的業績		6,515	1,259
Profit/(loss) from ordinary activities before taxation	除稅前日常業務的 溢利/(虧損)		2,413	(22,543)
Taxation	稅項	4	(3,733)	(3,944)
Losses after taxation	除稅後虧損		(1,320)	(26,487)
Minority interests	少數股東權益		3,773	15,992
Profit/(loss) attributable to shareholders	股東應佔溢利/ (虧損)		2,453	(10,495)
Earnings/(loss) per share	每股盈利/(虧損)	5	HK\$0.010元	(HK\$0.043元)
Basic	基本			
Diluted	攤薄後		N/A	(HK\$0.056元)

Condensed Consolidated Balance Sheet
簡明綜合資產負債表

		Note	30th June 2001 二零零一年 六月三十日 (unaudited) (未經審核) HK\$'000 港幣千元	31st December 2000 二零零零年 十二月三十一日 (audited) (經審核) HK\$'000 港幣千元
NON-CURRENT ASSETS	非流動資產			
Fixed assets	固定資產		1,320,314	1,393,165
Intangible assets	無形資產		37,838	38,809
Interest in associates	應佔聯營公司權益		25,751	25,742
Interest in a jointly controlled entity	應佔共同控制個體權益		59,392	53,910
Other assets	其他資產		1,346	1,346
			1,444,641	1,512,972
CURRENT ASSETS	流動資產			
Inventories	存貨		209,042	236,581
Debtors, deposits and prepayments	應收賬款、按金及預付款	6	295,123	308,649
Bills receivable	應收票據		47,379	38,388
Deposits with financial institutions	財務機構存款		263,050	366,321
Cash and bank balances	現金及銀行存款		168,980	132,399
Other current assets	其他流動資產		19,304	26,967
			1,002,878	1,109,305
CURRENT LIABILITIES	流動負債			
Secured and unsecured bank loans and overdrafts	銀行有抵押及無抵押貸款和透支		564,963	527,823
Other secured and unsecured loans	其他有抵押及無抵押貸款		68,535	22,181
Creditors, deposits received and accruals	應付賬款、已收按金及應付費用	7	258,057	300,266
Bills payable	應付票據		44,440	53,148
Tax payable	應付稅款		19,286	18,137
Other current liabilities	其他流動負債		24,458	24,522
			979,739	946,077
NET CURRENT ASSETS	流動資產淨值		23,139	163,228
TOTAL ASSETS LESS CURRENT LIABILITIES	總資產減流動負債		1,467,780	1,676,200

Condensed Consolidated Balance Sheet (Continued)
 簡明綜合資產負債表(續)

		Note	30th June 2001 二零零一年 六月三十日 (unaudited) (未經審核) HK\$'000 港幣千元	31st December 2000 二零零零年 十二月三十一日 (audited) (經審核) HK\$'000 港幣千元
SHARE CAPITAL	股本		242,260	242,260
RESERVES	儲備	8	790,810	791,442
SHAREHOLDERS' FUNDS	股東權益		1,033,070	1,033,702
MINORITY INTERESTS	少數股東權益		370,009	389,071
NON-CURRENT LIABILITIES	非流動負債			
Secured bank loans	有抵押銀行貸款		62,346	204,263
Other unsecured loan	其他無抵押貸款		—	46,794
Other non-current liabilities	其他非流動負債		2,355	2,370
			64,701	253,427
			1,467,780	1,676,200

Condensed Consolidated Cash Flow Statement (unaudited)
簡明綜合現金流量表 (未經審核)

Six months ended 30th June

截至六月三十日止六個月

		2001 二零零一年 HK\$'000 港幣千元	2000 二零零零年 HK\$'000 港幣千元
Net cash inflow from operating activities	經營業務的現金流入淨額	38,312	66,777
Net cash outflow from returns on investments and servicing of finance	投資回報及財務收支的現金流出淨額	(15,514)	(29,356)
Net taxation paid	已付稅項淨額	(2,584)	(5,706)
Net cash inflow/(outflow) from investing activities	投資業務的現金流入／(流出)淨額	16,526	(24,873)
Net cash inflow before financing	融資前的現金流入淨額	36,740	6,842
Net cash (outflow)/inflow from financing	融資的現金(流出)／流入淨額	(50,225)	17,932
(Decrease)/increase in cash and cash equivalents	現金及現金等值的(減少)／增加	(13,485)	24,774
Cash and cash equivalents at 1st January	一月一日現金及現金等值結餘	231,854	150,482
Effect of foreign exchange rate changes	匯率變動的影響	485	484
Cash and cash equivalents at 30th June	六月三十日現金及現金等值結餘	218,854	175,740

Consolidated Statement of Recognised Gains and Losses (unaudited)
綜合已確認損益報表(未經審核)

Six months ended 30th June

截至六月三十日止六個月

		Note 附註	2001 二零零一年 HK\$'000 港幣千元	2000 二零零零年 HK\$'000 港幣千元
Exchange differences arising on translation of financial statements of overseas subsidiaries and associates	折算海外附屬公司和聯營公司財務報表所產生的外匯差額	8	(12,271)	12,116
Net (loss)/gain not recognised in the consolidated income statement	未確認於綜合收益表的(虧損)/收益淨額		(12,271)	12,116
Net profit/(loss) for the period	是期間的淨溢利/(虧損)		2,453	(10,495)
Total recognised (loss)/gain	經確認(虧損)/收益總額		(9,818)	1,621
Capital reserve arising on consolidation	綜合財務報表所產生的資本儲備	8	9,186	4,250
Net (decrease)/increase in reserves	儲備(減少)/增加淨額		(632)	5,871

Notes:

1. Basis of preparation and accounting policies

The condensed consolidated financial statements are unaudited and have been prepared in compliance with Statement of Standard Accounting Practice ("SSAP") No. 25 "Interim Financial Reporting" issued by the Hong Kong Society of Accountants ("HKSA") and on a basis consistent with the accounting policies (except that disclosed below) adopted in the Group's annual financial statements for the year ended 31st December 2000.

In prior years, the intangible assets are stated at cost and at directors' valuation. In order to comply with SSAP No. 29 "Intangible Assets" issued by the HKSA during the period, the cost of intangible assets is amortised over its remaining useful lives of 20 years on a straight-line basis with effect from 1st January 2001. According to the transitional provision stated in respective SSAP, the Group has adopted the new accounting policy prospectively as it is impracticable to determine the amount relating to prior periods or to restate comparative information.

Certain comparative figures have been reclassified to conform with the current period's presentation.

附註:

1. 編製財務報表的準則及會計政策

此未經審核之簡明綜合財務報表乃按照香港會計師公會頒佈之會計實務準則第二十五號「中期財務報告」而編製。其編製準則與本集團截至二零零零年十二月三十一日止之年度財務報表所採用的會計政策(以下披露者除外)一致。

在以往年度，無形資產乃按成本和董事作出的估值入賬。為了符合香港會計師公會於是期間內頒佈之會計實務準則第二十九號「無形資產」，從二零零一年一月一日起，無形資產之成本乃按其估計剩餘二十年之可用年期以直線法攤銷。由於不能切實地確定其前期金額或重編比較數字，本集團因此根據該會計實務準則所設定之過渡條款而預期地採用以上所述之新會計政策。

若干比較數字已重新分類，以配合是期間賬目之編列方式。

2. Segmental information

The analysis of the Group's turnover and losses from operations by principal activities and geographical areas of operation are as follows:

By principal activities:

Processing and marketing of flour products	麵粉加工及買賣
Processing and marketing of edible oils and vegetable fats	食油及植物脂肪加工及買賣
Manufacturing and trading of detergent products	清潔劑製造及買賣
Manufacturing and trading of packaging products	包裝產品製造及買賣
Bulk trading of edible oils and grains	散裝食油及穀物買賣
Manufacturing and trading of electronic products	電子產品製造及買賣
Manufacturing and trading of frozen food	冷凍食品製造及買賣
Investment holdings	投資控股

By geographical areas of operation:

Mainland China	中國大陸
Hong Kong	香港
Taiwan	台灣
United States of America	美國
Others	其他

3. Operating losses

Operating losses are arrived at after charging/(crediting):

Net interest on borrowings	淨借貸利息
Depreciation and amortisation	折舊及攤銷
Profit on disposal of fixed assets	出售固定資產的溢利

2. 業務分佈資料

本集團之營業額與經營業務之虧損，按主要業務及經營地域而劃分的分析列述如下：

**Six months ended 30th June
截至六月三十日止六個月**

Turnover 營業額		Profit/(loss) from operations 經營業務溢利/(虧損)	
2001 二零零一年 HK\$'000 港幣千元	2000 二零零零年 HK\$'000 港幣千元	2001 二零零一年 HK\$'000 港幣千元	2000 二零零零年 HK\$'000 港幣千元
271,420	259,277	19,994	11,942
178,839	201,720	14,765	8,952
45,990	43,065	3,675	1,177
239,678	271,247	(2,877)	(9,422)
4,527	25,171	(2,815)	(3,330)
27,941	58,057	(10,549)	(2,434)
48,402	48,836	1,160	(2,035)
—	—	(24,514)	(21,265)
816,797	907,373	(1,161)	(16,415)
431,549	438,628	10,546	(2,601)
204,241	230,286	(3,505)	(8,139)
150,188	177,723	1,424	(3,990)
27,941	58,057	(10,549)	(2,434)
2,878	2,679	923	749
816,797	907,373	(1,161)	(16,415)

3. 經營虧損

經營虧損已扣除/(計入)下列各項：

**Six months ended
30th June
截至六月三十日止六個月**

2001 二零零一年 HK\$'000 港幣千元	2000 二零零零年 HK\$'000 港幣千元
14,598	26,753
49,372	54,806
(368)	(33)

4. Taxation

- (a) The provision for Hong Kong profits tax is calculated at 16% (2000: 16%) of the estimated assessable profits for the period. Overseas taxation is provided for at the relevant tax rates.
- (b) The taxation charge is made up as follows:

The Company and subsidiaries	本公司及附屬公司
Hong Kong taxation	香港稅項
Overseas taxation	海外稅項
Jointly controlled entity	共同控制個體
Hong Kong taxation	香港稅項

5. Earnings/(loss) per share(a) *Basic*

The calculation of basic earnings/(loss) per share is based on the profit attributable to shareholders of HK\$2,453,000 (2000: loss of HK\$10,495,000) and the weighted average number of 242,259,560 (2000: 242,259,560) ordinary shares in issue during the period.

(b) *Diluted*

The diluted earnings per share for the period ended 30th June 2001 is not presented as the outstanding share options and the potential ordinary shares on the exercise of the conversion right of the convertible 5% non-cumulative preference shares in the Company's listed subsidiary, Lam Soon Food Industries Limited ("LSF"), held by the Company are anti-dilutive.

The calculation of diluted loss per share for the period ended 30th June 2000 is based on the loss attributable to shareholders of HK\$13,508,000 and the weighted average number of 242,259,560 ordinary shares in issue during the period.

The loss attributable to shareholders used as numerator in calculating basic and diluted loss per share for the period ended 30th June 2000 can be reconciled as follows:

Loss attributable to shareholders for the purpose of calculation of basic loss per share	計算每股基本虧損的股東應佔虧損	10,495
Additional share of loss of LSF upon exercise of full conversion right of convertible 5% non-cumulative preference shares in LSF held by the Company	行使本公司於「南順食品」的年息五厘可換股非累積優先股換股權後，本公司額外攤分南順食品的虧損	3,013
Loss attributable to shareholders for the purpose of calculation of diluted loss per share	計算攤薄後每股虧損的股東應佔虧損	13,508

4. 稅項

- (a) 香港利得稅準備乃根據是期間內估計應課稅溢利按稅率16%(二零零零年:16%)計算。海外稅項則按當地的稅率計算。
- (b) 稅項支出如下:

Six months ended 30th June 截至六月三十日止六個月	
2001 二零零一年 HK\$'000 港幣千元	2000 二零零零年 HK\$'000 港幣千元
1,783	1,791
917	1,253
2,700	3,044
1,033	900
3,733	3,944

5. 每股盈利/(虧損)(a) *基本*

每股基本盈利/(虧損)乃根據股東應佔溢利港幣2,453,000元(二零零零年:港幣10,495,000元虧損)及本公司於是期間內已發行普通股之加權平均數242,259,560股(二零零零年:242,259,560股)計算。

(b) *攤薄後*

截至二零零一年六月三十日止，是期間內由於尚未行使之認股權及行使本公司於上市附屬公司——南順食品工業有限公司(「南順食品」)的年息五厘可換股非累積優先股換股權後之潛在普通股，並無攤薄之影響，故此並無列出其攤薄後之每股虧損。

截至二零零零年六月三十日止，是期間內攤薄後每股虧損乃根據股東應佔虧損港幣13,508,000元及本公司於是期間內已發行普通股之加權平均數242,259,560股計算。

在計算截至二零零零年六月三十日止期間內每股基本及攤薄後虧損所使用之股東應佔虧損調節如下:

Six months ended 30th June 2000 截至二零零零年 六月三十日止六個月 HK\$'000 港幣千元
--

6. Debtors, deposits and prepayments

Included in debtors, deposits and prepayments are trade debtors (net of provisions for bad and doubtful debts) with the following aging analysis:

0 – 3 months	零至三個月
4 – 6 months	四至六個月
Over 6 months	六個月以上
Deposits and prepayments	按金及預付款

The credit terms given to the customers vary and are generally based on the financial strengths of individual customers. In order to effectively manage the credit risks associated with trade debtors, credit evaluations of customers are performed periodically.

7. Creditors, deposits received and accruals

Included in creditors, deposits received and accruals are trade creditors with the following aging analysis:

0 – 3 months	零至三個月
4 – 6 months	四至六個月
Over 6 months	六個月以上
Deposits received and accruals	已收按金及應付費用

6. 應收賬款、按金及預付款

應收賬款、按金及預付款包括應收賬款(已扣除呆壞賬準備)，其賬齡分析如下：

30th June 2001 二零零一年 六月三十日 (unaudited) (未經審核) HK\$'000 港幣千元	31st December 2000 二零零零年 十二月三十一日 (audited) (經審核) HK\$'000 港幣千元
203,514	200,828
6,297	11,432
—	2,208
209,811	214,468
85,312	94,181
295,123	308,649

給予顧客之信貸條款各異，一般按個別顧客之財政狀況衡量。為更有效地管理與應收賬款相關之信貸風險，本集團均定期進行顧客信用評估。

7. 應付賬款、已收按金及應付費用

應付賬款、已收按金及應付費用包括應付賬款，其賬齡分析如下：

30th June 2001 二零零一年 六月三十日 (unaudited) (未經審核) HK\$'000 港幣千元	31st December 2000 二零零零年 十二月三十一日 (audited) (經審核) HK\$'000 港幣千元
127,679	166,653
19,771	13,013
1,468	1,098
148,918	180,764
109,139	119,502
258,057	300,266

8. Reserves

		Share premium	Exchange reserve	Revenue reserve	Capital reserve	Property revaluation reserve	General reserve	Total
		股份溢價	外匯儲備	收益儲備	資本儲備	物業重估儲備	一般儲備	合計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		港幣千元	港幣千元	港幣千元	港幣千元	港幣千元	港幣千元	港幣千元
At 1st January 2001	二零零一年一月一日	428,935	(34,905)	261,619	40,771	45,022	50,000	791,442
Capital reserve on consolidation arising from acquisition of shares in subsidiaries	附屬公司由收益儲備撥入資本儲備	—	—	—	9,186	—	—	9,186
Exchange differences arising on translation of financial statements of overseas subsidiaries and associates	折算海外附屬公司和聯營公司財務報表所產生的外匯差額	—	(12,271)	—	—	—	—	(12,271)
Profit for the period	是期間溢利	—	—	2,453	—	—	—	2,453
At 30th June 2001	二零零一年六月三十日	428,935	(47,176)	264,072	49,957	45,022	50,000	790,810

8. 儲備**9. Capital commitment**

As at 30th June 2001, the Group had the following commitment not provided for in the financial statements:

Authorised capital expenditure, but not contracted for

經核定後但仍未簽約的資本支出

10. Contingent liabilities

- (a) As at 30th June 2001, the Company had contingent liabilities in respect of several guarantees given by the Company to banks to secure banking facilities granted to certain subsidiaries of which amounts utilised by the subsidiaries amounted to HK\$24,514,000 (31st December 2000: HK\$70,200,000).
- (b) As at 30th June 2001, the Group had contingent liabilities in respect of several guarantees given to banks to secure banking facilities of a jointly controlled entity to the extent of HK\$9,279,000 (31st December 2000: HK\$10,131,000).

9. 資本承擔

於二零零一年六月三十日，集團並沒有為以下的承擔項目在財務報表中作出準備：

30th June 2001	31st December 2000
二零零一年六月三十日	二零零零年十二月三十一日
(unaudited)	(audited)
(未經審核)	(經審核)
HK\$'000	HK\$'000
港幣千元	港幣千元
7,000	8,842

10. 或然負債

- (a) 於二零零一年六月三十日，本公司的或然負債為多項由本公司向銀行提出的擔保，以便有關附屬公司取得銀行信貸額。而有關附屬公司已動用的信貸金額共港幣24,514,000元（二零零零年十二月三十一日：港幣70,200,000元）。
- (b) 於二零零一年六月三十日，本集團的或然負債為多項由本集團向銀行提出的擔保，以便有關共同控制個體取得銀行信貸共港幣9,279,000元（二零零零年十二月三十一日：港幣10,131,000元）。

10. Contingent liabilities (continued)

- (c) In April 1999, several employees of a subsidiary, Lam Soon Ball Yamamura Inc. ("LSBY"), sued LSBY for additional overtime pay of approximately NT\$9,031,000 (31st December 2000: NT\$9,031,000) (equivalent to approximately HK\$2,077,000 (31st December 2000: HK\$2,154,000)) plus interest at 5% per annum until the payment date. No provision for such contingent loss was made in the consolidated income statement as the management considers that LSBY has a meritorious defence and had appealed to the local High Court. As at 30th June 2001, the legal proceeding was still in progress.
- (d) As at 31st December 2000, the Group sold its notes receivable with recourse to a finance company amounted to NT\$65,129,000 (equivalent to approximately HK\$15,533,000). There was no such contingent liability recorded as at 30th June 2001.

11. Related party transactions

The Group had the following material transactions with its related party during the period:

Related party 有關連人士	Nature of transactions 交易性質	
Jointly controlled entity 共同控制個體	Purchase of small package oil 購買小包裝食油	(i)
	Sales of aroma oil 香味油銷售	(ii)
	Sales of detergent products 清潔用品銷售	(ii)
	Sub-contracting income on oil refinement 煉油加工的外判收入	(ii)
	Barge rental and operation fee income 駁船租賃和運作費收入	(iii)
	Advertising and promotion income 廣告和宣傳收入	(iii)
	Management fee income 管理費收入	(iii)
	Royalties received for the use of trademarks 商標使用的版權費收入	(iv)

10. 或然負債 (續)

- (c) 於一九九九年四月，本集團的附屬公司－寶順製罐股份有限公司（「寶順公司」）遭多名員工控告，要求寶順公司給付額外加班費約為新台幣9,031,000元（二零零零年十二月三十一日：新台幣9,031,000元）（約相等於港幣2,077,000元（二零零零年十二月三十一日：港幣2,154,000元）），並附加截至清償之日止，按年息5%計算之利息。管理層認為寶順公司理據充足，並已向當地的高等法院提出上訴。因此，並沒有在綜合收益表內作出是項或然虧損的準備。截至二零零一年六月三十日，該案件訴訟程序仍在進行中。
- (d) 於二零零零年十二月三十一日，本集團向一財務機構出售一批有追索權之應收票據，總值約為新台幣65,129,000元（約相等於港幣15,533,000元）。於二零零一年六月三十日，本集團並沒有是項或然負債記錄。

11. 有關連人士的交易

於是期間內，本集團有以下重要的有關連人士的交易：

**Six months ended 30th June
截至六月三十日止六個月**

Note 附註	2001 二零零一年 HK\$'000 港幣千元	2000 二零零零年 HK\$'000 港幣千元
(i)	1,563	1,832
(ii)	17,850	21,684
(ii)	1,281	—
(ii)	908	1,613
(iii)	559	540
(iii)	1,500	1,500
(iii)	1,500	1,500
(iv)	11,533	12,001

11. Related party transactions (continued)*Notes:*

- (i) Purchase of small package oil was carried out at cost plus a percentage of profit mark-up.
- (ii) Sales of aroma oil, detergent products and sub-contracting income on oil refinement were made with reference to the market price.
- (iii) Barge rental and operation fee income, advertising, promotion and management fee income were determined on the basis of the cost and the amount of services performed by the Group.
- (iv) Under the trademark licence agreement, the royalties received for the use of the trademarks are calculated based on a percentage as may be agreed between the parties from time to time of the gross sales value of licensed products sold by the licensee within Hong Kong and Macau.

Interim Dividend 中期股息

The Board does not recommend the payment of an interim dividend for the period (2000: nil).

11. 有關連人士的交易 (續)*附註：*

- (i) 購買小包裝食油是以成本加利潤百分比作價進行。
- (ii) 香味油和清潔用品銷售及煉油加工外判收入均按照市場價格進行。
- (iii) 駁船租賃和運作費收入、廣告和宣傳收入及管理費收入均以有關成本及本集團所提供的服務而釐定。
- (iv) 商標使用的版權收入是根據商標租用合同，以商標使用者在香港及澳門銷售可使用商標產品的總銷售金額按已訂百分比率徵收。此已訂百分比率可在雙方同意下定期更改。

董事會擬不派發中期股息(二零零零年：無)。

Directors' and Chief Executives' Interests in Shares 董事及主要行政人員之持股權益

As at 30th June 2001, the directors, the chief executives and their associates had the following interests in the shares of the Company and its associated corporations as recorded in the Register of Directors' Interests kept by the Company under Section 29 of the Securities (Disclosure of Interests) Ordinance:

根據證券(公開權益)條例第二十九條而設之董事權益登記冊顯示,於二零零一年六月三十日,各董事、主要行政人員及與彼等有關連之人士或公司擁有本公司及其相聯公司之權益如下:

		Number of shares held 持有股份數目				Number of share options outstanding 尚未行使購 股權可認購 之股份數目
		Personal interests 個人權益	Family interests 家族權益	Corporate interests 公司權益	Other interests 其他權益	
(1) The Company	本公司					
Whang Tar Choung	黃大椿	7,337,637	6,222,534	—	131,461,065 (Notes a & b) (附註a及b)	—
Ng Ping Kin, Peter	伍秉堅	1,325,000	—	—	—	—
Tsao Chen, James	曹震	50,000	—	—	—	3,155,296 (Note f) (附註f)
Whang Sun Tze	黃上哲	28,623,743	—	19,326 (Note c) (附註c)	116,396,624 (Notes a & d) (附註a及d)	—
Lo Kwong Chi, Clement	羅廣志	323,754	—	—	—	—
Eng, Jr. James	英正生	149,000	—	—	—	—
Ho King Cheung	何景祥	30,690	—	—	—	—
(2) Subsidiaries	附屬公司					
Lam Soon Food Industries Limited	南順食品工業有限公司					
Whang Tar Choung	黃大椿	—	90,000	—	—	—
Tsao Chen, James	曹震	142,000	—	—	—	—
Whang Sun Tze	黃上哲	3,670,090	—	21,500 (Note e) (附註e)	—	—
Lo Kwong Chi, Clement	羅廣志	40,000	—	—	—	—
Ho King Cheung	何景祥	19	—	—	—	—
Flourtech International Holdings Limited	何景祥	—	—	—	—	180,000 (Note g) (附註g)
M.C.Packaging Offshore Limited						
Ng Ping Kin, Peter	伍秉堅	3,000	—	—	—	—

Notes:

- (a) The interest disclosed herein included the interest in the Company which the respective parties held by virtue of the provisions of Sections 8, 9 and 10 of the Securities (Disclosure of Interests) Ordinance and the shareholders' agreement and the supplemental agreement both dated 27th May 1997 made, inter alia, between Mr. Whang Tar Choung, Mdm. Teo Joo Yee, Dr. Whang Sun Tze (alias Whang Siong Tiat), Raven Investment Company Limited, T.C. Whang & Company (Private) Limited and Guinvest International Limited.
- (b) The interest disclosed represents the interest of Mr. Whang Tar Choung in 131,461,065 ordinary shares in the Company referred to in Note (a) above.

附註:

- (a) 本文所披露之權益包括下述有關各方根據證券(公開權益)條例第八、九及十條之規定以及黃大椿先生、張如意女士、黃上哲博士、利宏投資有限公司、T.C. Whang & Company (Private) Limited 及 Guinvest International Limited 根據於一九九七年五月二十七日訂立之股東協議及補充協議而持有於本公司之權益。
- (b) 所披露之權益代表上文附註(a)所述由黃大椿先生持有本公司131,461,065股普通股之權益。

- (c) The interest disclosed represents the corporate interests of Dr. Whang Sun Tze in 19,326 ordinary shares in the Company held by T.C. Whang & Company (Private) Limited and SGR Investment Company Limited. (c) 所披露之權益代表黃上哲博士透過 T.C. Whang & Company (Private) Limited 及 SGR Investment Company Limited 持有本公司 19,326 股普通股之公司權益。
- (d) The interest disclosed represents the interest of Dr. Whang Sun Tze in 116,396,624 ordinary shares in the Company referred to in Note (a) above. (d) 所披露之權益代表上文附註(a)所述由黃上哲博士持有本公司 116,396,624 股普通股之權益。
- (e) The interest disclosed represents the corporate interests of Dr. Whang Sun Tze in 21,500 ordinary shares in Lam Soon Food Industries Limited held by T.C. Whang & Company (Private) Limited. (e) 所披露之權益代表黃上哲博士透過 T.C. Whang & Company (Private) Limited 持有南順食品工業有限公司 21,500 股普通股之公司權益。
- (f) Options to subscribe for shares in Lam Soon (Hong Kong) Limited was granted to the following director: (f) 可認購南順(香港)有限公司股份之購股權之賦予及行使詳列如下：

Name of director 董事姓名	Date granted 賦予日期	Exercisable period 可行使期間	Exercise price per share 每股認購價 HK\$ 港幣	Number of share options outstanding 尚未行使購股權 可認購之股份數目
Tsao Chen, James 曹震	20th August 1998 一九九八年八月二十日	12th August 1998 to 11th August 2001 一九九八年八月十二日至 二零零一年八月十一日	2.0815	3,155,296

None of the share options were exercised during the period.

是期間之購股權並無行使。

- (g) Options to subscribe for shares in Flourtech International Holdings Limited at the nominal value of the shares was granted to the following director: (g) 可按面值認購 Flourtech International Holdings Limited 股份之購股權之賦予及行使詳列如下：

Name of director 董事姓名	Date granted 賦予日期	Exercisable period 可行使期間	Exercise price per share 每股認購價 HK\$ 港幣	Number of share options outstanding 尚未行使購股權 可認購之股份數目	Consideration received for share options granted 賦與購股權時 收取之代價 HK\$ 港幣
Ho King Cheung 何景祥	1st February 1993 一九九三年二月一日	1st February 1993 to 31st January 2003 一九九三年二月一日至 二零零三年一月三十一日	1	180,000	1

None of the share options were exercised during the period.

是期間之購股權並無行使。

Save as disclosed herein, none of the directors, the chief executives and their associates had any other beneficial interests in the share capital of the Company and its associated corporations as at 30th June 2001.

除本文所披露外，於二零零一年六月三十日，各董事、主要行政人員及與彼等有關連之人士並無實益擁有本公司及各相聯公司之權益。

Apart from the foregoing, there was no arrangement to which the Company or any of its subsidiaries was a party to enable the directors of the Company to acquire benefits by means of acquisition of shares in or debentures of the Company or any other body corporate.

除上列者外，是年度本公司及各附屬公司並無簽訂任何協議，使本公司董事可藉此購買本公司或任何其他公司之股份或債券而獲得利益。

Substantial Shareholders 主要股東

As at 30th June 2001, according to the register kept pursuant to Section 16(1) of the Securities (Disclosure of Interests) Ordinance, the following persons (not being a director or chief executive of the Company) were interested in shares representing 10% or more of the issued share capital of the Company:

根據證券(公開權益)條例第十六(一)條而設之權益登記冊顯示，於二零零一年六月三十日，下列人士(非本公司之董事或主要行政人員)持有相當於本公司已發行股本10%或以上之股份：

	Number of ordinary shares held 持有之普通股 股份數目	Notes 附註
Raven Investment Company Limited ("Raven") 利宏投資有限公司(「利宏」)	145,021,236	A + B
T.C. Whang & Company (Private) Limited ("T.C. & Co.")	145,021,236	A + C
Teo Joo Yee 張如意	145,021,236	A + D
Guoinvest International Limited ("Guoinvest")	145,021,236	A + E
Providence Investments N.V.	145,021,236	A + F
Guoline Capital Assets Limited	145,021,236	A + F
Hong Leong Company (Malaysia) Berhad	145,021,236	A + F
Quek Leng Chan 郭令燦	145,021,236	A + F
HL Holdings Sdn Bhd	145,021,236	A + F
Hong Leong Investment Holding Pte Limited	145,021,236	A + F
Kwek Holdings Pte Limited	145,021,236	A + F
Euro-Asia Food Limited ("Euro-Asia")	29,444,411	
Hap Seng Consolidated Berhad ("Hap Seng")	29,444,411	G
Malaysian Mosaics Berhad ("Malaysian Mosaics")	29,444,411	H
Gek Poh (Holdings) Sdn. Bhd ("Gek Poh")	29,444,411	I
Datuk Seri Panglima Lau Cho Kun	29,444,411	J
Tan Sri Datuk Seri Panglima Lau Gek Poh	29,444,411	K

Notes:

- (A) The interest disclosed herein included the interest in the Company which the respective parties held by virtue of the provisions of Sections 8, 9 and 10 of the Securities (Disclosure of Interests) Ordinance and the shareholders' agreement and the supplemental agreement both dated 27th May 1997 made, inter alia, between Mr. Whang Tar Choung, Mdm. Teo Joo Yee, Dr. Whang Sun Tze (alias Whang Siong Tiat), Raven, T.C. & Co. and Guoinvest.
- (B) The interest disclosed comprises (i) own interest of Raven in 8,221,205 ordinary shares in the Company and (ii) the interest in 136,800,031 ordinary shares in the Company referred to in Note A above.

附註：

- (A) 本文所披露之權益包括下述有關各方根據證券(公開權益)條例第八、九及十條之規定以及黃大椿先生、張如意女士、黃上哲博士、利宏、T.C. & Co. 及 Guoinvest 根據於一九九七年五月二十七日訂立之股東協議及補充協議而持有於本公司之權益。
- (B) 所披露之權益包括(i)利宏本身於本公司8,221,205股普通股之權益及(ii)上文附註A所述於本公司136,800,031股普通股之權益。

- (C) The interest disclosed comprises (i) own interest of T.C. & Co. in 869 ordinary shares in the Company and (ii) the interest in 145,020,367 ordinary shares in the Company referred to in Note A above.
- (D) The interest disclosed comprises (i) own interest of Teo Joo Yee in 6,222,534 ordinary shares in the Company and (ii) the interest in 138,798,702 ordinary shares in the Company referred to in Note A above.
- (E) The interest disclosed comprises (i) own interest of Guoinvest in 94,615,248 ordinary shares in the Company and (ii) the interest in 50,405,988 ordinary shares in the Company referred to in Note A above.
- (F) The interests disclosed comprises (i) the corporate interests in 94,615,248 ordinary shares in the Company held through Guoinvest referred to in Note E above and (ii) the interest in 50,405,988 ordinary shares in the Company referred to in Note A above.
- (G) The interests disclosed represent the aggregate corporate interests which Hap Seng held in the Company through Euro-Asia.
- (H) The interests disclosed represent the aggregate corporate interests which Malaysian Mosaics held in the Company through Hap Seng and Euro-Asia.
- (I) The interests disclosed represent the aggregate corporate interests which Gek Poh held in the Company through Malaysian Mosaics, Hap Seng and Euro-Asia.
- (J) The interests disclosed represent the aggregate corporate interests which Datuk Seri Panglima Lau Cho Kun held in the Company through Gek Poh, Malaysian Mosaics, Hap Seng and Euro-Asia.
- (K) The interests disclosed represent the aggregate corporate interests which Tan Sri Datuk Seri Panglima Lau Gek Poh held in the Company through Gek Poh, Malaysian Mosaics, Hap Seng and Euro-Asia.
- (C) 所披露之權益包括(i)T.C. & Co. 本身於本公司869股普通股之權益及(ii)上文附註A所述於本公司145,020,367股普通股之權益。
- (D) 所披露之權益包括(i)張如意女士本身於本公司6,222,534股普通股之權益及(ii)上文附註A所述於本公司138,798,702股普通股之權益。
- (E) 所披露之權益包括(i)Guoinvest 本身於本公司94,615,248股普通股之權益及(ii)上文附註A所述於本公司50,405,988股普通股之權益。
- (F) 所披露之權益包括(i)上文附註E所述透過Guoinvest 持有於本公司94,615,248股普通股之公司權益及(ii)上文附註A所述於本公司50,405,988股普通股之權益。
- (G) 所公開之權益代表 Hap Seng 透過 Euro-Asia 持有本公司股份之公司權益總額。
- (H) 所公開之權益代表 Malaysian Mosaics 透過 Hap Seng 及 Euro-Asia 持有本公司股份之公司權益總額。
- (I) 所公開之權益代表 Gek Poh 透過 Malaysian Mosaics、Hap Seng 及 Euro-Asia 持有本公司股份之公司權益總額。
- (J) 所公開之權益代表 Datuk Seri Panglima Lau Cho Kun 透過 Gek Poh、Malaysian Mosaics、Hap Seng 及 Euro-Asia 持有本公司股份之公司權益總額。
- (K) 所公開之權益代表 Tan Sri Datuk Seri Panglima Lau Gek Poh 透過 Gek Poh、Malaysian Mosaics、Hap Seng 及 Euro-Asia 持有本公司股份之公司權益總額。

Save as disclosed herein, no other person (not being a director or chief executive of the Company) is recorded in the register kept pursuant to Section 16(1) of the Securities (Disclosure of Interests) Ordinance as having an interest in 10% or more of the issued share capital of the Company as at 30th June 2001.

除本文所披露外，根據證券(公開權益)條例第十六(一)條而設之權益登記冊顯示，並未有其他股份持有人(非本公司之董事或主要行政人員)於二零零一年六月三十日持有本公司10%或以上之發行股本。

Board Audit Committee 審核委員會

The Company has set up Board Audit Committee to assist the Board in providing an independent review on the completeness, accuracy and fairness of the financial statements of the Company, as well as the efficiency and effectiveness of the Company's operations and internal controls. In addition, the Board Audit Committee has reviewed with management the accounting policies and practice adopted by the Group and discussed auditing, internal controls and financial reporting matters including a review of the unaudited interim financial statements for the period ended 30th June 2001.

本公司已成立審核委員會，以協助董事會獨立檢討本公司財務報告的完整性、準確性和公正程度以及本公司營運與內部監控的效率及效益。審核委員會已連同管理層檢討本集團所採納之會計政策及實務，以及商討審計、內部監控及財務申報事宜，並已包括審閱截至二零零一年六月三十日止期間未經審核之中期財務報表。

Code of Best Practice 最佳應用守則

In the opinion of the Directors, the Company has complied with the Code of Best Practice as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, except that the non-executive directors were not appointed for a specific term as they are subject to retirement and re-election at the Company's Annual General Meeting in accordance with the Company's articles of association.

就各董事所知，本公司於報告期間之任何時間內均遵守香港聯合交易所有限公司證券上市規則附錄十四所載之最佳應用守則之規定，惟非執行董事並無指定任期，根據本公司的組織細則規定，非執行董事須於本公司股東週年常會上輪值告退及膺選連任。

Purchase, Sale or Redemption of the Company's Listed Shares 購買、出售或贖回本公司之 上市股份

There was no purchase, sale or redemption of the Company's listed shares by the Company or any of its subsidiaries during the period.

本公司或任何附屬公司是期間概無購買、出售或贖回本公司之上市股份。

Appreciation 鳴謝

The Board would like to express its sincere appreciation to the bankers, suppliers, customers and shareholders for their continued support to the Group. The Board also wishes to thank the Group's management and staff for delivering major progresses in various core businesses.

董事會同寅對一直給予本集團支持的銀行、供應商、顧客及股東，致以最由衷的感謝。同時董事會同寅亦感謝本集團的管理層及員工，對核心業務之進展所付出之努力。

By order of the Board
Whang Tar Chung
Chairman

承董事會命
主席
黃大禧

Hong Kong, 18th July 2001

香港 二零零一年七月十八日