

FIVE YEARS FINANCIAL SUMMARY

The following is a summary of the audited consolidated financial statements of Van Shung Chong Holdings Limited (the "Company" or "VSC") and its subsidiaries (together the "VSC Group") for the respective years as hereunder stated.

CONSOLIDATED INCOME STATEMENTS

Amounts expressed in Hong Kong dollars

	Years ended 31st March,				
	1997 \$'000	1998 \$'000	1999 \$'000	2000 \$'000	2001 \$'000
Turnover	<u>2,002,479</u>	<u>2,150,961</u>	<u>1,842,262</u>	<u>1,900,945</u>	<u>2,376,451</u>
Operating profit before share of profit (loss) of associates	89,658	79,099	81,449	111,986	325,098
Share of profit (loss) of associates	<u>1,555</u>	<u>(615)</u>	<u>(1,980)</u>	<u>2</u>	<u>89</u>
Profit before taxation	91,213	78,484	79,469	111,988	325,187
Taxation	<u>(11,188)</u>	<u>(10,800)</u>	<u>(13,610)</u>	<u>(19,294)</u>	<u>(15,533)</u>
Profit before minority interests	80,025	67,684	65,859	92,694	309,654
Minority interests	<u>73</u>	<u>(1,238)</u>	<u>1,121</u>	<u>(2,150)</u>	<u>1,059</u>
Profit attributable to shareholders	<u><u>80,098</u></u>	<u><u>66,446</u></u>	<u><u>66,980</u></u>	<u><u>90,544</u></u>	<u><u>310,713</u></u>
Dividends (<i>Note 1</i>)	<u><u>21,323</u></u>	<u><u>21,387</u></u>	<u><u>21,387</u></u>	<u><u>29,930</u></u>	<u><u>400,391</u></u>

Note:

- For the year ended 31st March, 2000, there was also a bonus issue of warrant dividend in the ratio of one warrant for every five shares in addition to the cash dividends. Such warrants will be expired on 16th February, 2002. For the year ended 31st March, 2001, dividend in specie of shares in iSteelAsia.com Limited ("iSA") worth approximately \$308 million was distributed on the basis of 1,562 shares of iSA for VSC's shareholders holding 2,000 shares in VSC. All other dividends were settled in cash.

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CONSOLIDATED BALANCE SHEETS

Amounts expressed in Hong Kong dollars

	As at 31st March,				
	1997	1998	1999	2000	2001
	\$'000	\$'000	\$'000	\$'000	\$'000
Property, plant and equipment	45,840	92,620	94,940	130,985	86,296
Investment properties	17,500	41,840	38,480	36,800	31,340
Website development costs	—	—	—	3,762	—
Development property	31,346	—	—	—	—
Investment in associates	6,573	30,840	22,282	18,561	90
Long-term investments	—	5,519	5,519	12,700	87,431
Pre-operating expenditures	1,414	1,050	—	—	—
Current assets	873,979	779,691	636,057	1,016,311	716,257
Current liabilities	(602,767)	(541,336)	(348,687)	(640,544)	(341,381)
Long-term bank loan	(2,317)	(178)	—	—	—
Deferred taxation	(465)	(128)	(863)	(1,497)	(2,070)
Minority interests	(13,026)	(4,654)	(2,429)	(4,289)	(2,921)
	<u>358,077</u>	<u>405,264</u>	<u>445,299</u>	<u>572,789</u>	<u>575,042</u>
Net assets					
Capital and reserves:					
Share capital	29,616	29,704	29,704	34,088	35,529
Reserves	123,438	125,779	120,221	245,611	414,425
Retained profit	205,023	249,781	295,374	293,090	125,088
	<u>358,077</u>	<u>405,264</u>	<u>445,299</u>	<u>572,789</u>	<u>575,042</u>
Shareholders' equity					