

USE OF PROCEEDS

The Company raised approximately HK\$424,000,000 through the issue of H shares in December 1994. From the date of listing to 30 June 2001, the Company had used a total of approximately HK\$351,200,000, of which, HK\$84,360,000 was used in investment projects and HK\$266,840,000 was used for debt repayment and working capital.

The balance of the proceeds amounted to approximately HK\$72,800,000, which has been placed with domestic banks as deposits in the form of Hong Kong dollars, US dollars and Renminbi.