

## **LIQUIDITY AND FINANCIAL RESOURCES**

As at 30 June 2001, the Group had cash and bank balances of approximately HK\$95.1 million, a current ratio of 1.02 and a gearing ratio (long term liabilities of approximately HK\$51.7 million to equity of approximately HK\$739.0 million) of 7.0%. The Group's operations continue to be financed by internal resources and bank borrowings.

On 3 September 2001, the completion date of the transactions comprising Fourseas' Financial Restructuring Proposal, the Group duly received HK\$70 million as repayment from Fourseas. This has further strengthened the financial position of the Group.

The Group had no significant exposure to fluctuation in exchange rates and any related hedges.