

BUSINESS REVIEW AND PROSPECTS

The following sets out the financial highlights by operations for the six months ended 30 September 2001, with the comparative figures for the corresponding period in 2000.

	2001 <i>HK\$'million</i>	2000 <i>HK\$'million</i>	Change <i>HK\$'million</i>	Change %
Turnover				
Voltage converter products	190.6	359.7	(169.1)	47%
Rechargeable battery products	12.0	18.9	(6.9)	37%
	202.6	378.6	(176.0)	47%
Net profit (loss) for the period				
Voltage converter products	5.6	53.8	(48.2)	90%
Rechargeable battery products	(5.0)	(2.3)	(2.7)	117%
	0.6	51.5	(50.9)	99%

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GROUP OVERVIEW

- For the Group's existing core business (i.e. voltage converter and rechargeable battery business segment), turnover and net profit for the six months period under review decreased to HK\$202.6 million and HK\$0.6 million respectively.
- The financial position of the Group is still very healthy. On 30 September 2001, the Group had a bank and cash balance of HK\$106.4 million, with a total bank debt of HK\$0.7 million, while the Group's net asset value was HK\$291.5 million, with a healthy current ratio of 414%.
- On 20 December 2001, the Directors had resolved to declare an interim cash dividend of HK\$0.08 per share or HK\$44.6 million that will be distributed to our shareholders on or before 31 January 2002. The Directors, however, wish to stress that while the declaration of this interim cash dividend seeks to demonstrate the strength of the Group in such difficult economic times, they make no assurances whatsoever that a final dividend will be declared.