

Notes to Financial Statements (Cont'd)

17. Interests in associates

Group

	2001 HK\$'000	2000 HK\$'000
Unlisted investments –		
Share of net assets	28,772	33,232
Subordinated loan to an associate	125,668	121,131
Amounts due from associates	163,370	163,370
Less: Provision	(2,834)	(2,834)
	<u>314,976</u>	<u>314,899</u>
Amounts due to associates	(2,243)	(2,243)
	<u><u>312,733</u></u>	<u><u>312,656</u></u>

Company

	2001 HK\$'000	2000 HK\$'000
Unlisted investments –		
Shares, at cost	394	394
Less: Impairment loss	(156)	(156)
	<u>238</u>	<u>238</u>
Amounts due from associates	157,069	157,069
Less: Provision	(2,044)	(2,044)
	<u><u>155,263</u></u>	<u><u>155,263</u></u>

Subordinated loan to an associate and amounts due to and due from associates were unsecured, non-interest bearing and with no fixed term of repayment.

Details of the associates are as follows:

Unlisted companies	Principal activities	Place of incorporation/ operation	Percentage of equity interest held by the Group
Bo Tat Tak Enterprises Limited	Property development and investment	Hong Kong	50
Cheer Star Development Limited	Hotel operation	Hong Kong	28
Double Golden Sdn. Bhd.	General investment	Malaysia	50
Ichiban Properties Limited	Investment holding	British Virgin Islands	50
Infinity Goal Limited	Property development	Hong Kong	35
Key Finance Limited	Investment holding	British Virgin Islands	50
Park-Lee Construction Limited	Dormant	Hong Kong	38
Parkway M & A Capital Corporation	Investment holding	British Virgin Islands	39
Phil Inc.	Dormant	U.S.A.	20
Start Hold Limited	Investment holding	Hong Kong	33

Notes to Financial Statements (Cont'd)

18. Long-term investments

Group

	2001 HK\$'000	2000 HK\$'000
(a) Unlisted investments		
Shares, at cost	113,535	350,757
Less: Provision for impairment in value	(50,513)	(252,559)
Change in fair value transferred to long-term investment revaluation reserve	2,637	1,061
Fair value	65,659	99,259
Amounts due from investee companies	6,139	6,133
Less: Provision	(6,108)	(6,108)
Amounts due to investee companies	(351)	(351)
	<u>65,339</u>	<u>98,933</u>

Amounts due from and due to investee companies were unsecured, non-interest bearing and with no fixed term of repayment.

	2001 HK\$'000	2000 HK\$'000
(b) Listed investments		
Listed shares, at cost –		
Hong Kong	425,347	406,629
overseas	562,372	554,343
	987,719	960,972
Less: Provision for impairment in value	(534,914)	(381,324)
Change in fair value transferred to long-term investment revaluation reserve	92,016	(80,735)
Market value	<u>544,821</u>	<u>498,913</u>

	2001 HK\$'000	2000 HK\$'000
Total of (a) and (b)	<u>610,160</u>	<u>597,846</u>

Notes to Financial Statements (Cont'd)

19. Disclosure under Section 129(2) of the Companies Ordinance

At 31 December 2001, the Group held shares in the below-mentioned body corporate, the value of which was in excess of one-tenth of the Group's total assets:

<u>Listed company</u>	<u>Place of incorporation</u>	<u>Percentage of equity interest held by the Group</u>
Resorts World Berhad	Malaysia	2.25%

20. Inventories

	<u>Group</u>	
	2001 HK\$'000	2000 HK\$'000
Unsold properties	<u>766</u>	<u>766</u>

Unsold properties of HK\$766,000 (2000: HK\$766,000) were carried at cost. Full provision of HK\$12,736,000 (2000: HK\$12,736,000) has been made for certain unsold properties.

21. Listed investments and other asset

	<u>Group</u>	
	2001 HK\$'000	2000 HK\$'000
(a) Listed investments		
Listed shares, at cost –		
Hong Kong	1,844	1,844
overseas	<u>2,661</u>	<u>4,042</u>
	4,505	5,886
Unrealised gain (loss)	<u>2,795</u>	(429)
Market value	<u>7,300</u>	<u>5,457</u>
(b) Other asset		
Club debenture, at cost	<u>295</u>	<u>295</u>
	<u>7,595</u>	<u>5,752</u>

Notes to Financial Statements (Cont'd)

22. Interests in unconsolidated subsidiaries

	<u>Group</u>	
	2001	2000
	HK\$'000	HK\$'000
Unlisted shares, at cost	798,281	797,150
Less: Unrealised loss	(20,000)	—
	<u>778,281</u>	<u>797,150</u>

The Group's share of post acquisition profit of the unconsolidated subsidiaries for the year ended 31 December 2001 amounted to HK\$40,138,000 (Prior period since acquisition amounted to HK\$16,899,000) which has not been dealt with in the Group's financial statements.

Details of the unconsolidated subsidiaries are set out in note 36.

23. Debtors, deposits and prepayments

The Group maintains a defined credit policy on its trade debtors.

	<u>Group</u>	
	2001	2000
	HK\$'000	HK\$'000
Trade debtors over 90 days	13,002	—
Trade debtors due on 1.1.2001 and 1.7.2001	—	68,815
Other debtors, deposits and prepayments	1,084	16,703
	<u>14,086</u>	<u>85,518</u>

24. Creditors, deposits and accruals

	<u>Group</u>		<u>Company</u>	
	2001	2000	2001	2000
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Trade creditors	—	—	—	—
Other creditors, deposits and accruals	46,716	18,868	2,002	1,950
	<u>46,716</u>	<u>18,868</u>	<u>2,002</u>	<u>1,950</u>