



FINANCING

As at 30th June 2002, the Group had net current assets of HK\$101,933,000 (2001: HK\$75,833,000) and a current ratio of 4.3 (2001: 6.4). The Group's bank balances, cash and other short-term investments as at 30th June 2002 amounted to HK\$1,040,000 (2001: HK\$1,842,000). The gearing ratio, as a ratio of total liabilities to shareholders' funds, was 11.4% (2001: 8.9%).

As most of the cash reserves were placed in HK dollars short-term deposits with major banks in Hong Kong, exposure to exchange fluctuation is minimal.