

Balance sheet at 31 December 2002

(Expressed in Hong Kong dollars)

	Note	2002 \$'000	2001 \$'000
Non-current asset			
Investments in subsidiaries	16	62,835	62,835
Current assets			
Amount due from ultimate holding company	19	3,394	938
Amounts due from subsidiaries		242,923	144,139
Deposits and prepayments		641	887
Cash and cash equivalents	22	479,130	530,926
Pledged bank deposit	24	100,000	-
		826,088	676,890
Current liabilities			
Amounts due to subsidiaries		14,211	33,477
Other payables and accruals		2,047	4,501
Bank loans	24	128,000	-
		144,258	37,978
Net current assets		681,830	638,912
Net assets		744,665	701,747
Capital and reserves			
Share capital	27	99,737	98,169
Reserves	28	644,928	603,578
		744,665	701,747

Approved and authorised for issue by the Board of Directors on 19 March 2003

John CHAN Cho Chak
Chairman

Winnie J. NG
Group Managing Director

Consolidated statement of changes in equity for the year ended 31 December 2002

(Expressed in Hong Kong dollars)

	Note	2002 \$'000	2001 \$'000
Shareholders' equity at 1 January			
- as previously reported		865,201	57,036
- prior period adjustment arising from change in accounting policy for deferred tax liabilities		(17,690)	(877)
- as restated		847,511	56,159
Exchange differences on translation of the financial statements of foreign entities		(1)	-
Net loss not recognised in the income statement		(1)	-
Profit for the year:			
- as previously reported			175,108
- prior period adjustment arising from change in accounting policy for deferred tax liabilities			(16,813)
Profit for the year (2001: as restated)		55,027	158,295
Final dividend approved in respect of previous financial year		(37,392)	-
Movements in share capital:			
- Issue of share capital		-	633,257
- Shares issued in lieu of cash dividend		29,228	-
- Shares issued under the Share Option Schemes		7,810	-
- Reorganisation adjustment		-	(200)
- Adjustment on allotment of shares to KMB Resources	28	(38,789)	-
Net (decrease)/increase in shareholders' equity arising from capital transactions with shareholders		(1,751)	633,057
Shareholders' equity at 31 December		863,394	847,511

The notes on pages 47 to 67 form part of these financial statements.