

Principal Subsidiaries

At 31st December, 2002

| Name | Place/ country of incorporation | Place/ country of operation | Issued and fully paid up share capital (all being ordinary shares except otherwise stated) | Principal activities | Proportion of ownership interest held by | |
|----------------------------------------------------------------------------|---------------------------------------|-----------------------------------|-----------------------------------------------------------------------------------------------------|-------------------------------|---------------------------------------------|--------------|
| | | | | | Company | Subsidiaries |
| Bachmann Asia Limited | Hong Kong | Hong Kong | 2 shares of HK\$1 each | Agent for sale of toys | 100% | – |
| Bachmann (China) Limited | Hong Kong | China | 10,000 shares of HK\$1 each | Marketing and distribution | – | 100% |
| Bachmann Europe Plc (formerly Bachmann Industries Europe Limited) | UK | UK | 2,050,000 shares of £1 each | Marketing and distribution | 100% | – |
| *Bachmann Industries, Inc. | USA | USA | 4,010,100 shares of US\$1 each | Marketing and distribution | – | 100% |
| *Bachmann International Trading (Shanghai) Company Limited (Note) | China | China | Registered capital US\$500,000 | Marketing and distribution | – | 100% |
| Bridge Duke Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |
| Bridge Shine Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |
| *Concco Assets Limited Islands | British Virgin Islands | British Virgin Islands | 30,000 shares of US\$1 each | Investment holding | – | 100% |
| Deltahill Company Limited | Hong Kong | Hong Kong | 100 shares of HK\$1 each 1,001,000 non-voting deferred shares of HK\$1 each | Property investment | – | 100% |
| *Dongguan Kader Electronics Company Limited (Note) | China | China | Registered capital HK\$10,000,000 | Manufacture of toys | – | 70% |
| *Emission Test Cell Company Limited | Hong Kong | Hong Kong | 4,000 shares of HK\$1 each | Car testing services | – | 86% |
| Express Tech Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |
| Extend Charm Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |
| *GHI, Inc. | USA | USA | 1,000 shares of US\$1 each | Investment holding | – | 100% |

Principal Subsidiaries (Continued)

At 31st December, 2002

| Name | Place/ country of incorporation | Place/ country of operation | Issued and fully paid up share capital (all being ordinary shares except otherwise stated) | Principal activities | Proportion of ownership interest held by Company Subsidiaries | |
|-------------------------------------|---------------------------------------|-----------------------------------|-----------------------------------------------------------------------------------------------------|-------------------------------------------------------|---------------------------------------------------------------------|------|
| Grafar Limited | UK | UK | 5,000 shares of £1 each | Manufacture and sale of model trains | – | 100% |
| Graham Farish Limited | UK | UK | 4,439 shares of £1 each | Investment holding | – | 100% |
| Great Hope Investments Limited | British Virgin Islands | British Virgin Islands | 1 share of US\$1 each | Investment holding | 100% | – |
| Intertrans 148 Limited | UK | UK | 2 shares of £1 each | Development of model trains | – | 100% |
| Joy Gain Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |
| Kader Enterprises Limited | Hong Kong | China | 1,500,000 shares of HK\$10 each | Property investment | – | 100% |
| Kader Industrial Company Limited | Hong Kong | Hong Kong | 412,532,000 shares of HK\$0.5 each | Manufacture of toys and property investment | 100% | – |
| Nice Cheer Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |
| Noble Fine Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |
| Starrex Investment Limited | Hong Kong | Hong Kong | 2 shares of HK\$1 each | Investment holding | – | 100% |
| Sun Marsh Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |
| *Tentdraft Holdings Limited | British Virgin Islands | British Virgin Islands | 25,000 shares of US\$1 each | Property investment | – | 100% |
| Tinco Toys Company Limited | Hong Kong | Hong Kong | 2 shares of HK\$1 each | Investment holding and manufacture of soft toys | – | 100% |
| Top Honest Properties Limited | Hong Kong | China | 2 shares of HK\$1 each | Property investment | – | 100% |

Note: The form of business structure of Bachmann International Trading (Shanghai) Company Limited and Dongguan Kader Electronics Company Limited is wholly foreign owned enterprise and cooperative joint venture respectively.

* Companies not audited by the primary auditors. The total net assets and turnover of these companies constitute approximately 15.7% and 35.6% respectively of the Group totals.