

CONSOLIDATED BALANCE SHEET

At 31 December 2003

| | Notes | 2003 HK\$'000 | 2002 HK\$'000 |
|---|-------|------------------|------------------|
| Non-current assets | | | |
| Property and equipment | 11 | 104,032 | 135,038 |
| Other assets | 13 | 7,358 | 13,812 |
| Rental and utility deposits | | 12,159 | 12,521 |
| | | 123,549 | 161,371 |
| Current assets | | | |
| Inventories | 14 | 58,507 | 65,391 |
| Accounts receivable | 15 | 5,948 | 442 |
| Prepayments, deposits and other receivables | | 33,131 | 42,450 |
| Investments in securities | 16 | 12,565 | 41,006 |
| Amounts due from fellow subsidiaries | 30 | 15,366 | 2,400 |
| Pledged bank deposits | 17 | 20,000 | 8,500 |
| Bank balances and cash | | 197,895 | 138,615 |
| | | 343,412 | 298,804 |
| Current liabilities | | | |
| Accounts payable | 18 | 172,604 | 154,236 |
| Accrued liabilities and other payables | | 23,265 | 32,959 |
| Amount due to ultimate holding company | 30 | – | 713 |
| Taxation payable | | 200 | 200 |
| Obligations under finance leases | | | |
| – amount due within one year | 19 | 310 | 410 |
| Bank borrowings, secured | 20 | 68,680 | 58,891 |
| | | 265,059 | 247,409 |
| Net current assets | | 78,353 | 51,395 |
| | | 201,902 | 212,766 |

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At 31 December 2003

| | Notes | 2003 HK\$'000 | 2002 HK\$'000 |
|---|-------|------------------|------------------|
| Capital and reserves | | | |
| Share capital | 21 | 10,384 | 207,678 |
| Reserves | 22 | 171,948 | 4,579 |
| | | 182,332 | 212,257 |
| Non-current liabilities | | | |
| Bank borrowings, secured | 20 | 19,500 | – |
| Obligations under finance leases – amount due after one year | 19 | 70 | 509 |
| | | 19,570 | 509 |
| | | 201,902 | 212,766 |

The financial statements on pages 38 to 88 were approved and authorised for issue by the board of Directors on 1 April 2004 and are signed on its behalf by:

KWAN Pak Hoo Bankee
Director

LAW Ping Wah Bernard
Director