

FINANCIAL HIGHLIGHTS

	2004 HK\$'000	2003 HK\$'000	% Change between 2004 and 2003
Turnover	202,950	188,762	7.5%
Gross profit	107,312	91,424	17.4%
Profit from operations	58,855	45,275	30.0%
Profit attributable to shareholders	41,019	30,813	33.1%
Total assets	327,434	181,961	79.9%
Total bank borrowings	93,966	35,819	162.3%
Shareholders' funds	164,168	81,740	100.8%
<i>Business performance ratios:</i>			
Return on total assets (%)	18.0%	24.9%	(27.7%)
Return on shareholders' funds (%)	25.0%	37.7%	(33.7%)
Gross profit margin (%)	52.9%	48.4%	9.3%
Net profit margin (%)	20.2%	16.3%	23.9%
Current ratio	3.69	1.78	107.3%
Quick ratio	3.33	1.44	131.3%
Gearing ratio (%)	28.7%	19.7%	45.7%

Definitions for business performance ratios:

Return on total assets	$\frac{\text{Profit before interest and tax}}{\text{Total assets}}$	x	100%
Return on shareholders' Funds	$\frac{\text{Profit attributable to shareholders}}{\text{Shareholders' funds}}$	x	100%
Gross profit margin	$\frac{\text{Gross profit}}{\text{Turnover}}$	x	100%
Net profit margin	$\frac{\text{Profit attributable to shareholders}}{\text{Turnover}}$	x	100%
Current ratio	$\frac{\text{Total current assets}}{\text{Total current liabilities}}$		
Quick ratio	$\frac{\text{Total current assets excluding inventories}}{\text{Total current liabilities}}$		
Gearing ratio	$\frac{\text{Total bank borrowings}}{\text{Total assets}}$	x	100%