

Particulars of the Group's investments are as follows:

**(1) Non-trading securities listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") held directly by the Company:  
At 31st March, 2005**

Name of investee company	Place of incorporation	Number of shares held	Proportion	Unrealised		Net assets	
			of investee company's capital owned	gain (loss) arising on revaluation		attributable to the Group	
			%	Cost '000	'000	Market value '000	'000 (Note)
(a) Garron International Limited ("Garron", formerly known as Friedmann Pacific Greater China Investments Ltd.)	Cayman Islands	6,000,000	7.4813	7,328	(6,578)	750	927
(b) Hua Lien International (Holding) Company Limited ("Hua Lien")	Cayman Islands	-	-	-	-	-	-
(c) Proactive Technology Holdings Limited ("Proactive")	Bermuda	1,032,000	0.4448	1,438	(1,337)	101	46
(d) Sino Prosper Holdings Limited ("Sino")	Cayman Islands	6,000,000	0.73	1,800	(60)	1,740	1,057
				10,566	(7,975)	2,591	

# INVESTMENT PORTFOLIO

(Expressed in Hong Kong dollars)

## (1) Non-trading securities listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") held directly by the Company:

(continued)

At 31st March, 2004

Name of investee company	Place of incorporation	Number of shares held	Proportion of investee company's capital owned %	Unrealised gain (loss) arising on		Market value '000	Net assets attributable to the Group '000 (Note)
				Cost	revaluation		
(a) Garron	Cayman Islands	6,000,000	7.4813	7,328	(6,140)	1,188	2,502
(b) Hua Lien	Cayman Islands	1,301,309	0.1896	775	383	1,158	1,283
(c) Proactive	Bermuda	1,032,000	0.4448	1,438	(1,314)	124	78
				<u>9,541</u>	<u>(7,071)</u>	<u>2,470</u>	

Note: The calculation of net assets attributable to the Group is based on the latest published interim reports or annual reports of the respective investee companies.

A brief description of the business and financial information of the listed investee companies, based on their published interim reports and annual reports, is as follows:

- (a) Garron is principally engaged in investment in equity, equity-related and debt securities issued by enterprises established in or having significant operations in the PRC.

The audited consolidated loss attributable to shareholders of Garron for the year ended 31st March, 2005 was approximately HK\$21,126,000 (2004: HK\$739,000). As at 31st March, 2005, the audited consolidated net asset value of Garron was approximately HK\$12,393,400 (2004: approximately HK\$33,900,700).

- (b) Hua Lien is principally engaged in the manufacture, sale and marketing of leather, raw materials sourcing and investments holding. It currently has three production facilities locations in the Guangdong Province and Shanxi Province, the PRC.

The audited consolidated profit attributable to shareholders of Hua Lien for the year ended 31st December, 2003 was approximately HK\$7,141,000 (2002: approximately HK\$30,052,000). As at 31st December, 2003, the audited consolidated net asset value of Hua Lien was approximately HK\$676,453,000 (2002: approximately HK\$648,400,000).

## (1) Non-trading securities listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") held directly by the Company: (continued)

- (c) Proactive is principally engaged in the design, development and sales of value-added telecommunications products and computer telephony products with focus on business applications.

The audited consolidated loss attributable to shareholders of Proactive for the year ended 31st December, 2004 was approximately HK\$7,248,000 (2003: approximately HK\$4,862,000). As at 31st December, 2004, the audited consolidated net asset value of Proactive was approximately HK\$10,402,000 (2003: approximately HK\$17,637,000).

- (d) Sino is principally engaged in investment holding and focus on business in rental income and Sales of investing properties in the PRC.

The audited consolidated profit attributable to shareholders of Sino for the year ended 31st March, 2005 was approximately HK\$5,564,000 (2004: approximately HK\$150,000). As at 31st March, 2005, the audited consolidated net asset value of Sino was approximately HK\$144,730,000 (2004: approximately HK\$219,018,000).

## (2) Unlisted equity securities:

Name of investee company	Place of incorporation	2005 Net assets attributable		2004 Net assets attributable	
		Fair value '000	to the Group '000 (Note)	Fair value '000	to the Group '000
(a) Golisa Enterprise Resources Pte. Ltd. ("Golisa")	Republic of Singapore	-	-	860	-
(b) Shanghai Health Bio-Pharmaceutical Co., Ltd. ("Shanghai Health") *	PRC	1,425	1,462	1,546	1,523
		<u>1,425</u>		<u>2,406</u>	

\* held directly by the Company at 31st March, 2005

Note: The calculation of net assets attributable to the Group is based on the latest available audited financial statements of respective investee companies.

(Expressed in Hong Kong dollars)

## (2) Unlisted equity securities: (continued)

A brief description of the business of the unlisted investee companies is as follows:

- (a) Golisa is principally engaged in the provision of business management and consultancy services, and distribution and development of human resources software solutions. The Group held approximately 8.8% (2004: 11%) of Golisa's issued share capital at 31st March, 2005.

As at 30th June, 2004, the unaudited net liabilities of Golisa was approximately HK\$44,000 (2003: approximately HK\$3,000).

- (b) Shanghai Health is principally engaged in development of medical products in the PRC. The Group held 5% of Shanghai Health's paid up capital at 31st March, 2005. As at 31st December, 2004, the audited net assets of Shanghai Health was approximately HK\$29,233,000.

## (3) Unlisted convertible bond held directly by the Company:

Issuer	2005 '000	2004 '000	Interest rate	Maturity date
Amplus International Investments Limited ("Amplus") – unsecured (Note)	3,080	3,080	1% per annum	30th September, 2008

Note: Amplus is principally engaged in investment holding of unlisted securities.

## (4) Trading securities listed on the Stock Exchange held directly by the Company:

Trading securities	Place of incorporation	Number of shares held	Proportion of investee company's capital owned %	Unrealised loss arising on Cost revaluation '000	Market value '000	Net assets attributable to the Group '000 (Note)
EcoGreen Fine Chemicals Group Limited ("EcoGreen")	Cayman Islands	26,000	0.0063	36	(4)	32
				36	(4)	32

Note: The calculation of net assets attributable to the Group is based on the latest available published annual report of the respective investee company.

A brief description of the business and financial information of the listed investee company, based on their published annual report, is as follows:

- (a) EcoGreen is principally engaged in research, development, production and sale of fine chemical products of functional ingredients and intermediates for application in pharmaceutical industry, healthcare industry and personal care industry.

The audited consolidated profit attributable to shareholders of EcoGreen for the year ended 31st December, 2004 was approximately HK\$60,426,000 (2003: approximately HK\$51,585,000). As at 31st December, 2004, the audited consolidated net asset value of EcoGreen was approximately HK\$302,201,000 (2003: approximately HK\$81,026,000).

## (5) Cash and cash equivalents

	2005 '000	2004 '000
Cash and cash equivalents	357	5,017