

Financial Highlights

A year of **SUCCESSFULLY**
turnaround with turnover,
gross margin and high earnings

- **TURNOVER** reached HK\$1,103.8 million, up 21.9%
- **GROSS MARGIN** reached 19.4%, up 9.3%
- **PROFIT** attributable to equity holders
recorded HK\$65.7 million

Financial Highlights

FIVE YEAR FINANCIAL SUMMARY

Results

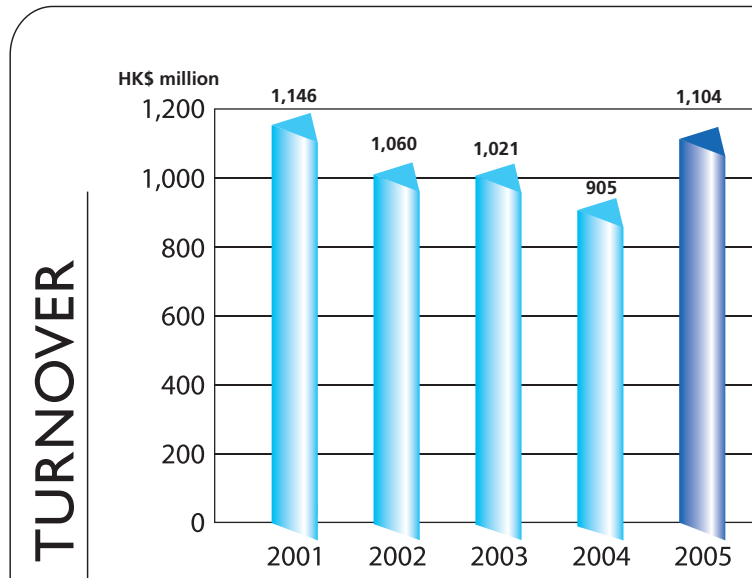
	2005 HK\$'000	Year ended 31st December			
		2004 HK\$'000 (Restated)	2003 HK\$'000 (Restated)	2002 HK\$'000 (Restated)	2001 HK\$'000 (Restated)
Turnover	<u>1,103,762</u>	<u>905,248</u>	<u>1,021,076</u>	<u>1,060,437</u>	<u>1,146,426</u>
Profit/(loss) before taxation	<u>79,435</u>	(46,633)	(22,191)	(95,692)	106,548
Income tax (expense)/ credit	<u>(8,226)</u>	<u>3,890</u>	<u>(7,120)</u>	<u>(3,168)</u>	<u>(13,613)</u>
Profit/(loss) after taxation	<u>71,209</u>	(42,743)	(29,311)	(98,860)	92,935
Minority interests	<u>(5,489)</u>	<u>1,563</u>	<u>5,519</u>	<u>(323)</u>	<u>1,827</u>
Profit/(loss) attributable to equity holders of the Company	<u>65,720</u>	<u>(41,180)</u>	<u>(23,792)</u>	<u>(99,183)</u>	<u>94,762</u>

Assets and liabilities

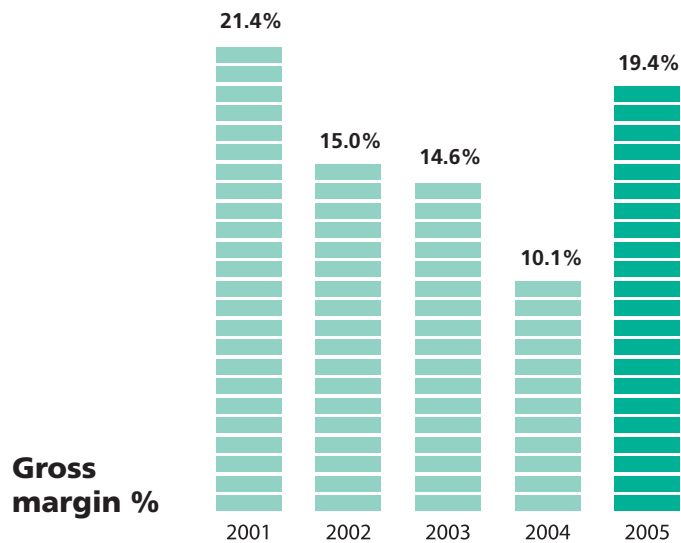
	2005 HK\$'000	As at 31st December			
		2004 HK\$'000 (Restated)	2003 HK\$'000 (Restated)	2002 HK\$'000 (Restated)	2001 HK\$'000 (Restated)
Total assets	<u>506,966</u>	487,756	539,571	502,680	513,517
Total liabilities	<u>(250,207)</u>	<u>(263,400)</u>	<u>(276,421)</u>	<u>(195,820)</u>	<u>(185,805)</u>
Total equity	<u>256,759</u>	<u>224,356</u>	<u>263,150</u>	<u>306,860</u>	<u>327,712</u>

Financial Highlights

Turnover



Gross margin



Financial Highlights

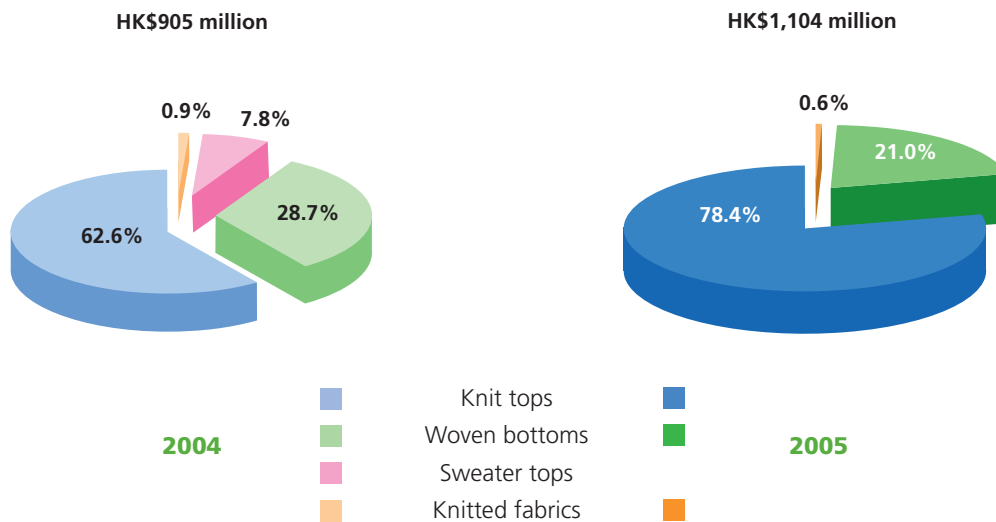
	2005 HK\$'000	2004 HK\$'000 (Restated)	Changes
Operating results			
Turnover	1,103,762	905,248	21.9%
Gross profit	214,053	91,076	135.0%
Profit/(loss) attributable to equity holders of the Company	<u>65,720</u>	<u>(41,180)</u>	<u>–</u>
Financial position at year end			
Properties, plant and equipment	95,927	143,885	-33.3%
Bank balances and cash	49,923	76,877	-35.1%
Net current assets	103,129	83,352	23.7%
Total assets	506,966	487,756	3.9%
Total bank borrowings	101,637	104,225	-2.5%
Total liabilities	250,207	263,400	-5.0%
Equity attributable to the Company's equity holders	<u>255,055</u>	<u>198,234</u>	<u>28.7%</u>
Per share information			
Basic earnings/(loss) per share (Hong Kong cents)	18.3	(11.4)	–
Dividends per share (Hong Kong cents)	7.0	–	–
Net asset value per share (Hong Kong cents)	<u>70.8</u>	<u>55.1</u>	<u>28.5%</u>
Ratio analysis			
Profitability			
Gross profit margin	19.4%	10.1%	9.3%
Net profit margin	6.0%	-4.5%	–
Return on the Company's equity holders	25.8%	-20.8%	–
Liquidity			
Current ratio	1.4	1.3	7.7%
Gearing ratio	39.8%	52.6%	-12.8%
Operating efficiency			
Inventory turnover period (days)	64	65	-1.5%
Trade receivable turnover (days)	32	29	10.3%
Trade payable turnover (days)	<u>41</u>	<u>46</u>	<u>-10.9%</u>

FORMULA

Return on the Company's equity holders	=	Profit/(loss) attributable to equity holders of the Company/Equity attributable to the Company's equity holders
Current ratio	=	Current assets/Current liabilities
Gearing ratio	=	Total bank borrowings/Equity attributable to the Company's equity holders
Inventory turnover period	=	365 x Inventories/Cost of sales
Trade receivable turnover period	=	365 x Trade receivable/Turnover
Trade payable turnover period	=	365 x Trade payable/Cost of sales

Financial Highlights

Turnover by product categories



Turnover by production bases

