

## BALANCE SHEET

AT 31 DECEMBER 2005

|                                | Note  | 2005<br>HK\$'000 | 2004<br>HK\$'000 |
|--------------------------------|-------|------------------|------------------|
| <b>Non-current assets</b>      |       |                  |                  |
| Investments in subsidiaries    | 16(b) | 7,484            | (19,925)         |
| <b>Current assets</b>          |       |                  |                  |
| Prepayments and deposits       |       | 172              | 5                |
| Bank and cash balances         |       | 134              | 2,807            |
|                                |       | 306              | 2,812            |
| <b>Current liabilities</b>     |       |                  |                  |
| Accruals and other payables    |       | 4,274            | 3,515            |
| Shareholder's loan             | 23    | 4,336            | 7,644            |
| Provision for taxation         |       | 134              | 134              |
|                                |       | 8,744            | 11,293           |
| <b>NET CURRENT LIABILITIES</b> |       | <b>(8,438)</b>   | <b>(8,481)</b>   |
| <b>NET LIABILITIES</b>         |       | <b>(954)</b>     | <b>(28,406)</b>  |
| <b>Capital and reserves</b>    |       |                  |                  |
| Share capital                  | 24(a) | 8,548            | 8,548            |
| Reserves                       | 25(b) | (9,502)          | (36,954)         |
| <b>CAPITAL DEFICIENCY</b>      |       | <b>(954)</b>     | <b>(28,406)</b>  |

Approved by the Board of Directors on 21 April 2006 and signed on behalf of the Board by

Yip Wai Leung Jerry  
Director

Ming Kar Fook Charles  
Director

