

INVESTMENT PORTFOLIO

(Expressed in Hong Kong dollars)

Particulars of the Group's investments are as follows:

(1) Available-for-sale financial assets listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") held directly by the Company:

At 31 March 2006

Name of investee company	Place of incorporation	Number of shares held (Note 1)	Proportion of investee company's capital owned %	Cost '000	Unrealised gain (loss) arising on revaluation '000	Market value '000	Net assets attributable to the Group '000 (Note 2)
(a) Garron International Limited ("Garron", formerly known as Friedmann Pacific Greater China Investments Ltd.)	Cayman Islands	300,000	1.25	7,328	(7,232)	96	256
(b) Proactive Technology Holdings Limited ("Proactive")	Bermuda	1,032,000	0.4448	1,438	(1,376)	62	39
(c) Sino Prosper Holdings Limited ("Sino")	Cayman Islands	600,000	0.05	180	636	816	73
				8,946	(7,972)	974	

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(1) Available-for-sale financial assets listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") held directly by the Company: (continued)

At 31 March 2005

Name of investee company	Place of incorporation	Number of shares held	Proportion of investee company's capital owned	Cost	Unrealised loss arising on revaluation	Market value	Net assets attributable to the Group
		(Note 1)	%	'000	'000	'000	'000
							(Note 2)
(a) Garron	Cayman Islands	6,000,000	7.4813	7,328	(6,578)	750	927
(b) Proactive	Bermuda	1,032,000	0.4448	1,438	(1,337)	101	46
(c) Sino	Cayman Islands	6,000,000	0.73	1,800	(60)	1,740	1,057
				<u>10,566</u>	<u>(7,975)</u>	<u>2,591</u>	

Note(1): By an ordinary resolution passed on 20 September 2005 at the extraordinary general meeting of Garron, every 20 shares in the issued and unissued share capital of the company of HK\$0.01 each be consolidated into 1 consolidated share of HK\$0.20 each and the Company allotted 5 rights shares for every consolidated share for every consolidated share held by way of a rights issue. As a result, 20,050,000 rights shares of HK\$0.20 each at a price of HK\$0.20 per rights share were issued and payable in full on acceptance

Note (2): 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 profit/(loss) attributable to shareholders of Garron for the year ended 31 March 2006 was approximately HK\$4,162,000 (2005: The audited consolidated loss attributable to shareholders HK\$21,126,000). As at 31 March 2006, the audited consolidated net asset value of Garron was approximately HK\$20,565,000 (2005: approximately HK\$12,393,000).

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(1) Available-for-sale financial assets listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") held directly by the Company: (continued)

- (b) 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 31 December 2005 was approximately HK\$1,764,000 (2004: approximately HK\$7,248,000). As at 31 December 2005, the audited consolidated net asset value of Proactive was approximately HK\$8,735,000 (2004: approximately HK\$10,402,000).
- (c) Sino is principally engaged in investment holding and focus on business in rental income and Sales of investing properties in the PRC. The unaudited consolidated loss attributable to shareholders of Sino for the period ended 30 September 2005 was approximately HK\$5,333,000 (31 March 2005: gain attributable to Shareholders approximately HK\$5,564,000). As at 30 September 2005, the unaudited consolidated net asset value of Sino was approximately HK\$145,258,000 (31 March 2005: approximately HK\$144,730,000).

(2) Unlisted available-for-sale financial assets:

Name of investee company	Place of incorporation	2006		2005	
		Fair value	Net assets attributable to the Group	Fair value	Net assets attributable to the Group
		'000	'000	'000	'000
(a) Golisa Enterprise Resources Pte. Ltd. ("Golisa")	Republic of Singapore	-	-	-	-
(b) Shanghai Health Bio-Pharmaceutical Co., Ltd. ("Shanghai Health")*	PRC	1,273	1,326	1,425	1,462
		<u>1,273</u>		<u>1,425</u>	

* held directly by the Company at 31 March 2006

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

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(2) Unlisted available-for-sale financial assets: (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% (2005: 8.8%) of Golisa's issued share capital at 31 March 2006.

As at 30 June 2005, the unaudited net liabilities of Golisa was approximately HK\$40,000 (2004: approximately HK\$44,000).

- (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 31 March 2006. As at 31 December 2005, the audited net assets of Shanghai Health was approximately HK\$26,512,000.

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

Issuer	2006 '000	2005 '000	Interest rate	Maturity date
Amplus International Investments Limited ("Amplus") – unsecured (Note)	3,080	3,080	1% per annum	30 September 2008

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

(4) Financial assets at fair value through profit or loss 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 %	Cost '000	Unrealised loss arising on revaluation '000	Market value '000	Net assets attributable to the Group '000 (Note)
EcoGreen Fine Chemicals Group Limited ("EcoGreen")	Cayman Islands	26,000	0.0056	36	(2)	34	24
				36	(2)	34	

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

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(4) Financial assets at fair value through profit or loss listed on the Stock Exchange held directly by the Company: *(continued)*

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

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 31 December 2005 was approximately HK\$68,981,000 (2004: approximately HK\$59,566,000 (Restated)). As at 31 December 2005, the audited consolidated net asset value of EcoGreen was approximately HK\$432,052,000 (2004: approximately HK\$311,446,000 (Restated)).

(5) Cash and cash equivalents

	2006 '000	2005 '000
Cash and cash equivalents	<u>445</u>	<u>357</u>