

CONDENSED CONSOLIDATED BALANCE SHEET

AS AT 30 JUNE 2006

(Expressed in thousands of Hong Kong dollars)

	Note	As at 30 June 2006 (Unaudited)	As at 31 December 2005 (Audited)
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment		53,566	52,281
Land use rights		10,414	26,179
Interests in an associate	8	7,680	7,680
Rental, utilities and other deposits		371	423
		<u>72,031</u>	<u>86,563</u>
Current assets			
Inventories		65,799	116,785
Trade receivables	9	25,942	6,928
Prepayments, deposits and other receivables		56,286	51,753
Amount due from related parties	10	1,474	1,570
Tax recoverable		–	874
Pledged bank deposits		82,830	81,497
Cash and cash equivalents		26,833	19,611
		<u>259,164</u>	<u>279,018</u>
Current liabilities			
Trade payables	11	21,980	22,161
Accruals and other payables		123,023	124,508
Amounts due to related parties		27,056	24,727
Borrowings		48,165	50,181
Bills payable (secured)		114,067	114,048
Provisions		21,813	18,023
		<u>356,104</u>	<u>353,648</u>
Net current liabilities		(96,940)	(74,630)
Total assets less current liabilities		(24,909)	11,933
Non-current liabilities			
Long term borrowing		2,880	–
Deferred tax liabilities		4,608	4,608
		<u>7,488</u>	<u>4,608</u>
Net (liabilities)/assets		(32,397)	7,325
EQUITY			
Equity attributable to Company's equity holders			
Share capital	12	244,424	244,424
Reserves		(320,754)	(285,455)
		<u>(76,330)</u>	<u>(41,031)</u>
Minority interests		43,933	48,356
Total Equity		(32,397)	7,325