

Financial Summary

and Highlights



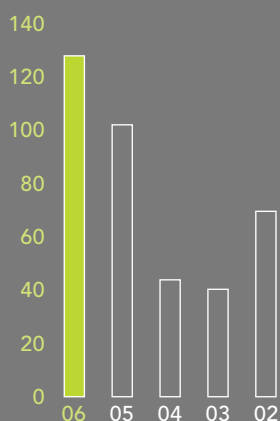
FINANCIAL SUMMARY AND HIGHLIGHTS

Five-Year Financial Summary

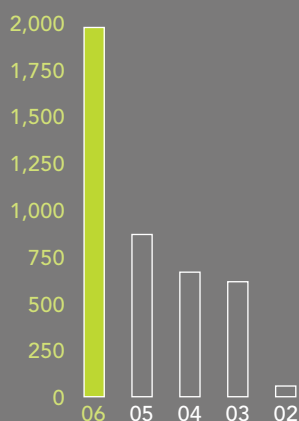
A summary of the results and the assets and liabilities of the Group for the last five financial years, as extracted from the audited financial statements, is set out below:

The Group

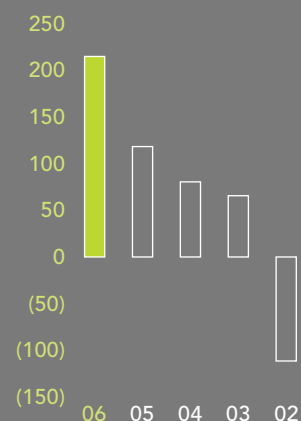
	2006 HK\$'000	2005 HK\$'000	2004 HK\$'000 (restated)	2003 HK\$'000	2002 HK\$'000
Turnover	127,006	101,411	41,123	39,872	71,820
Profit (loss) before taxation	215,734	115,377	80,834	55,620	(111,711)
Taxation	(1,585)	–	–	(237)	(52)
Profit (loss) for the year	214,149	115,377	80,834	55,383	(111,763)
Attributable to:					
Equity holders of the Company	208,752	110,827	81,305	57,486	(105,981)
Minority interests	5,397	4,550	(471)	(2,103)	(5,782)
	214,149	115,377	80,834	55,383	(111,763)
Assets and Liabilities - Group					
Total assets	1,959,962	861,641	680,767	603,188	23,725
Total liabilities	(910,036)	(54,548)	(22,854)	(31,753)	(29,259)
Total equity	1,049,926	807,093	657,913	571,435	(5,534)
Represented by:					
Equity attributable to equity holders of the Company	1,030,157	798,080	653,447	569,046	(5,411)
Minority interests	19,769	9,013	4,466	2,389	(123)
	1,049,926	807,093	657,913	571,435	(5,534)



Turnover
(HK\$ Million)



Total assets
(HK\$ Million)



Profit (Loss) attributable to equity holders of the Company
(HK\$ Million)

Financial Highlights

A. The Group

	2006	2005	Change in Percentage Increase/ (Decrease)
For the year			
Turnover (HK\$'000)	127,006	101,411	25
Profit attributable to equity holders of the Company (HK\$'000)	208,752	110,827	88
Per share			
Basic earning per share (HK Cents)	5.05	2.69	88
Diluted earning per share (HK Cents)	4.95	N/A	N/A
Dividend per share (HK Cents)	1.2	1.0	20
NAV per share (HK\$)	0.25	0.19	31
At year end			
Shareholders' funds (HK\$'000)	1,030,157	798,080	29
Total assets (HK\$'000)	1,959,962	861,641	127
Number of shares in issue	4,151,388,496	4,120,264,902	1
Share price during the year			
– High (HK\$)	1.03	0.55	87
– Low (HK\$)	0.320	0.315	2
Financial ratios			
Gearing ratio = (Borrowings / Shareholders' funds) (%)	69.5%	2.4%	2,797
Return on total assets (%)	10.7%	13.4%	(21)
Return on shareholders' fund (%)	20.3%	14.5%	40

B. Major Associates

A summary of the combined results and the assets and liabilities of the Group's major associates, namely Zhejiang Geely Automobile Company Limited, Shanghai Maple Guorun Automobile Company Limited, Zhejiang Ruhoo Automobile Company Limited and Zhejiang Kingkong Automobile Company Limited, is set out below:

Combined Results - Major Associates

	2006 HK\$'000	2005 HK\$'000 (restated)
Turnover	6,588,845	4,970,570
Costs of sales	(5,551,963)	(4,173,645)
Sales Tax	(6,421)	(89,892)
Gross profit	1,030,461	707,033
Other net operating income	236,455	198,399
Distribution and selling expenses	(357,025)	(309,570)
Administration expenses	(299,422)	(222,340)
Finance costs	(30,664)	(50,870)
Profit before taxation	579,805	322,652
Taxation	(57,188)	(61,102)
Profit for the year	522,617	261,550
Attributable to:		
Equity holders of the Major Associates	519,611	262,161
Minority interests	3,006	(611)
	522,617	261,550
Gross profit margin (%)	15.6%	14.2%
Net profit margin (%)	7.9%	5.3%
Return on shareholders' fund (%)	14.6%	15.6%
Return on total assets (%)	7.5%	4.3%
Gearing ratio = (Borrowings / Shareholders' funds) (%)	28.9%	78.6%

FINANCIAL SUMMARY AND HIGHLIGHTS

Combined Assets and Liabilities - Major Associates

	2006 HK\$'000	2005 HK\$'000 (restated)
Non-current assets		
Property, plant and equipment	2,096,881	1,214,957
Intangible assets	145,501	221,665
Prepaid lease payments	623,425	147,454
Goodwill	42,549	46,727
Long-term deferred expenses	2,009	-
Long-term investment	2,000	1,923
	2,912,365	1,632,726
Current assets		
Inventories	574,082	395,635
Prepaid lease payments	20,819	5,478
Bills receivables	1,246,402	1,120,815
Trade and other receivables	301,773	189,108
Amounts due from related companies	902,038	1,588,440
Short-term investment	7,737	7,692
Pledged deposit	242,760	664,488
Bank balances and cash	741,592	460,175
	4,037,203	4,431,831
Current liabilities		
Bank borrowings	960,000	1,321,633
Bills payables	390,000	865,385
Trade and other payables	1,018,670	1,733,094
Amounts due to related companies	754,007	409,210
Taxation	24,376	23,805
Provision	2,632	6,594
Dividend payables	149,506	14,673
	3,299,191	4,374,394
Net current assets	738,012	57,437
	3,650,377	1,690,163
Capital and reserves		
Paid-up capital	2,959,700	1,069,706
Reserves	601,503	611,908
Equity attributable to equity holders of the Major Associates	3,561,203	1,681,614
Minority interests	18,605	8,549
Total equity	3,579,808	1,690,163
Non-current liabilities		
Other long-term liabilities	70,000	-
Shareholder's loan	569	-
	70,569	-
	3,650,377	1,690,163