

Financial Highlights

Financial Position

As at 31st December 2006, cash and bank balances held by the Group was approximately HK\$518,976,000, which was HK\$73,091,000 more than the balance at the end of last year. During the year, the Group recorded a net cash generated from operating activities of HK\$163,019,000, interest income of HK\$12,426,000 and exchange gains on cash and cash equivalents of HK\$10,780,000. However, the Group also paid dividends of HK\$83,403,000, purchased property, plant and equipment of HK\$11,255,000 and paid for Meizhou property development project of approximately HK\$19,950,000 during the year. As at 31st December 2006, the Group did not have any bank loans or overdrafts.

As at 31st December 2006, the Group's current assets and liabilities were HK\$678,631,000 and HK\$225,755,000 respectively, with current ratio at 3.0. Total current liabilities were only 14% of the average capital and reserves attributable to the Company's equity holders of HK\$1,613,922,000.

As at 31st December 2006, the Group did not have any material contingent liabilities and did not charge any of the Group's assets. As at 31st December 2006, the Group had commitments of HK\$81,255,000 being the remaining construction contract sum of the Meizhou property development project contracted but not provided for.

Besides, the completion of the acquisition of Joint Corporation Limited is expected to take place by the end of April 2007. Upon completion, the Group would expect to pay HK\$177,000,000 (subject to adjustment) and issue 45,000,000 shares of the Company to the vendor as consideration.