

Consolidated Balance Sheet

31 December 2006

	Notes	2006 HK\$'000	2005 HK\$'000
NON-CURRENT ASSETS			
Property, plant and equipment	16	262,495	360,149
Prepaid land lease payments	17	11,219	11,400
Intangible assets	18	9,194	13,541
Deferred tax assets	31	10,640	8,815
Interest in an associate	20	130,301	–
Available-for-sale investment	21	20,207	–
Other non-current assets		590	3,459
Total non-current assets		444,646	397,364
CURRENT ASSETS			
Inventories	22	581,416	709,279
Trade receivables	23	1,113,198	1,127,063
Factored trade receivables	24	256,483	106,981
Notes receivable		60,252	371,093
Prepayments, deposits and other receivables		395,351	511,156
Due from related companies	38(c)	229,359	347,750
Tax recoverable		22,048	53,010
Pledged deposits	25	36,603	54,317
Cash and cash equivalents	25	531,001	405,755
Total current assets		3,225,711	3,686,404
CURRENT LIABILITIES			
Trade and notes payables	26	1,212,670	1,740,610
Bank advances on discounted notes receivable and factored trade receivables		322,544	532,917
Other payables and accruals		770,683	922,532
Provision for warranties	27	80,995	108,294
Due to related companies	38(c)	444,909	571,386
Total current liabilities		2,831,801	3,875,739
NET CURRENT ASSETS / (LIABILITIES)		393,910	(189,335)
TOTAL ASSETS LESS CURRENT LIABILITIES		838,556	208,029

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NON-CURRENT LIABILITIES			
Retirement indemnities	29	496	908
Long service medals	30	403	506
Convertible notes	28	165,670	165,670
Total non-current liabilities		166,569	167,084
Net assets		671,987	40,945
EQUITY			
Equity attributable to equity holders of the parent			
Issued capital	32	593,971	296,888
Equity component of convertible notes	28	19,430	19,430
Reserves	34(a)	58,586	(275,373)
Total equity		671,987	40,945

LI Dong Sheng
Director

LIU Fei
Director