

# Consolidated Income Statement

For the year ended 31st December, 2000

	Note	<b>2000</b> <b>HK\$'000</b>	1999 HK\$'000
Turnover	2	<b>1,565,755</b>	1,640,817
Cost of sales		<b>(1,315,135)</b>	(1,347,660)
Gross profit		<b>250,620</b>	293,157
Other income	3	<b>22,437</b>	22,168
Selling and distribution expenses		<b>(126,194)</b>	(145,820)
Administrative expenses		<b>(118,650)</b>	(132,810)
Other operating expenses		<b>(23,196)</b>	(13,468)
Profit from operations		<b>5,017</b>	23,227
Net interest expenses	4	<b>(48,550)</b>	(48,388)
Provision for contingent loss in respect of wheat quota		<b>(23,600)</b>	—
Provision for diminution in value of fixed assets		<b>(6,999)</b>	—
Operating loss	5	<b>(74,132)</b>	(25,161)
Share of results of associates		<b>(1)</b>	(20)
Share of results of a jointly controlled entity		<b>3,347</b>	3,896
Loss from ordinary activities before taxation		<b>(70,786)</b>	(21,285)
Taxation	8(b)	<b>(7,286)</b>	(3,735)
Loss after taxation		<b>(78,072)</b>	(25,020)
Minority interests		<b>8,335</b>	(1,814)
Loss attributable to shareholders	10	<b>(69,737)</b>	(26,834)
Loss per share	11		
Basic		<b>HK\$0.54</b>	HK\$0.21
Diluted		<b>N/A</b>	N/A

# Consolidated Balance Sheet

As at 31st December, 2000

		<b>2000</b>	1999
	Note	<b>HK\$'000</b>	HK\$'000
NON-CURRENT ASSETS			
Fixed assets	12(a)	<b>1,338,737</b>	1,410,599
Intangible assets	13	<b>36,830</b>	36,830
Interest in associates	15	<b>24,643</b>	24,644
Interest in a jointly controlled entity	16	<b>53,910</b>	56,597
Other assets	17	<b>1,129</b>	2,297
		<b>1,455,249</b>	1,530,967
CURRENT ASSETS	18	<b>945,417</b>	880,220
CURRENT LIABILITIES	19	<b>(856,524)</b>	(661,874)
NET CURRENT ASSETS		<b>88,893</b>	218,346
TOTAL ASSETS LESS CURRENT LIABILITIES		<b><u>1,544,142</u></b>	<u>1,749,313</u>
REPRESENTING:			
SHARE CAPITAL	20	<b>152,904</b>	152,904
RESERVES	23(a)	<b>1,074,530</b>	1,146,071
SHAREHOLDERS' FUNDS		<b>1,227,434</b>	1,298,975
MINORITY INTERESTS		<b>63,350</b>	73,624
NON-CURRENT LIABILITIES	24	<b>253,358</b>	376,714
		<b><u>1,544,142</u></b>	<u>1,749,313</u>

Approved by the Board of Directors  
on 30th January, 2001

**Whang Tar Choung**  
**Tsao Chen, James**

DIRECTORS

# Balance Sheet

As at 31st December, 2000

	Note	<b>2000</b> <b>HK\$'000</b>	1999 HK\$'000
NON-CURRENT ASSETS			
Fixed assets	12(b)	<b>434</b>	9,135
Interest in subsidiaries	14	<b>1,422,476</b>	1,514,871
Other assets	17	<b>684</b>	684
		<b>1,423,594</b>	1,524,690
CURRENT ASSETS	18	<b>98,836</b>	62,115
CURRENT LIABILITIES	19	<b>(189,081)</b>	(102,254)
NET CURRENT LIABILITIES		<b>(90,245)</b>	(40,139)
TOTAL ASSETS LESS CURRENT LIABILITIES		<b><u>1,333,349</u></b>	<u>1,484,551</u>
REPRESENTING:			
SHARE CAPITAL	20	<b>152,904</b>	152,904
SHARE PREMIUM	23(b)	<b>910,121</b>	910,121
CONTRIBUTED SURPLUS	22	<b>12,424</b>	12,424
RETAINED PROFITS	23(b)	<b><u>55,103</u></b>	<u>81,587</u>
SHAREHOLDERS' FUNDS		<b>1,130,552</b>	1,157,036
NON-CURRENT LIABILITIES	24	<b><u>202,797</u></b>	<u>327,515</u>
		<b><u>1,333,349</u></b>	<u>1,484,551</u>

Approved by the Board of Directors  
on 30th January, 2001

**Whang Tar Choung**  
**Tsao Chen, James**

DIRECTORS

# Consolidated Cash Flow Statement

For the year ended 31st December, 2000

		<u>2000</u>	<u>1999</u>
	Note	<b>HK\$'000</b>	HK\$'000
NET CASH INFLOW FROM OPERATING ACTIVITIES	25	<b>204,172</b>	210,573
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		<b>7,988</b>	8,454
Interest paid		<b>(66,060)</b>	(62,444)
Dividend received		<b>5,500</b>	—
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		<b>(52,572)</b>	(53,990)
TAXATION			
Hong Kong profits tax (paid)/refund		<b>(391)</b>	2,841
Overseas taxation paid		<b>(2,438)</b>	(1,019)
TAX (PAID)/REFUND		<b>(2,829)</b>	1,822
INVESTING ACTIVITIES			
Purchase of fixed assets		<b>(21,889)</b>	(14,806)
Net proceeds from disposal of fixed assets		<b>214</b>	399
Increase in deposits with financial institutions		<b>(29,826)</b>	(48,930)
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		<b>(51,501)</b>	(63,337)
NET CASH INFLOW BEFORE FINANCING		<b>97,270</b>	95,068
FINANCING ACTIVITIES	26		
(Decrease)/increase in bank loans		<b>(43,660)</b>	43,133
Increase/(decrease) in other loans		<b>9,421</b>	(12,081)
Repayment to minority shareholders		<b>(549)</b>	—
NET CASH (OUTFLOW)/INFLOW FROM FINANCING		<b>(34,788)</b>	31,052
INCREASE IN CASH AND CASH EQUIVALENTS		<b>62,482</b>	126,120
CASH AND CASH EQUIVALENTS AT 1ST JANUARY	27	<b>80,486</b>	(45,066)
EFFECT OF FOREIGN EXCHANGE RATE CHANGES		<b>88</b>	(568)
CASH AND CASH EQUIVALENTS AT 31ST DECEMBER	27	<b>143,056</b>	80,486

# Statement of Recognised Gains and Losses

For the year ended 31st December, 2000

		<u>2000</u>	<u>1999</u>
	Note	<b>HK\$'000</b>	HK\$'000
Exchange differences arising on translation of financial statements of overseas subsidiaries	23(a)	<u><b>(1,804)</b></u>	<u>(2,056)</u>
Net loss not recognised in the consolidated income statements		<b>(1,804)</b>	(2,056)
Net loss for the year	23(a)	<u><b>(69,737)</b></u>	<u>(26,834)</u>
Total recognised losses		<u><b>(71,541)</b></u>	<u>(28,890)</u>