



## LIQUIDITY AND FINANCIAL RESOURCES

The Group finances its operations with internal funds and banking facilities granted by the principal bankers.

As at 30 June 2001, the Group's cash and bank balances were approximately HK\$138 million and bank borrowings were approximately HK\$233 million (including long term borrowings of approximately HK\$93 million) which were denominated in Hong Kong dollar, US dollar and Renminbi, bearing interest at prevailing market rates.

As at 30 June 2001, the Group's current ratio, as a ratio of current assets to current liabilities, was 1.68 (31 December 2000: 1.48) and the gearing ratio, as a ratio of total liabilities to total assets, was 0.52 (31 December 2000: 0.53).