

## **LIQUIDITY AND FINANCIAL RESOURCES**

As at 30 June 2001, the Group had a current ratio of 1.18 and a gearing ratio (long-term liabilities of approximately HK\$81.0 million to equity of approximately HK\$ 983.4 million) of 8%. The Group's operations continue to be financed by internal resources and bank borrowings.

On 3 September 2001, the completion date of the transactions involved in Fourseas' Financial Restructuring Proposal, the Group, through SCIT, received HK\$70 million as repayment of shareholder loan from Fourseas.

As at 30 June 2001, the Group had no significant exposure to fluctuations in exchange rates and any related hedges.