

AUDITORS' REPORT TO THE SHAREHOLDERS OF LAM SOON FOOD INDUSTRIES LIMITED

(Incorporated in Bermuda with limited liability)

We have audited the financial statements on pages 50 to 115 which have been prepared in accordance with accounting principles generally accepted in Hong Kong.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Company's directors are responsible for the preparation of financial statements which give a true and fair view. In preparing financial statements which give a true and fair view, it is fundamental that appropriate accounting policies are selected and applied consistently.

It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Statements of Auditing Standards issued by the Hong Kong Society of Accountants. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's and the Group's circumstances, consistently applied and adequately disclosed.

致南順食品工業有限公司全體股<mark>東</mark>

(於百慕達註冊成立的有限公司)

本核數師行已完成審核載於第50頁至第 115頁按照香港普遍採納的會計原則編制 的財務報表。

董事及核數師的個別責任

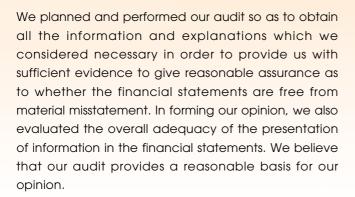
貴公司的董事須負責編制真實與公平的 財務報表。在編制該等真實與公平的財 務報表時,董事必須挑選及貫徹採用合 適的會計政策。

本核數師行的責任是根據審核工作結果,對該等財務報表表達獨立意見,並 向股東作出報告。

章貝的基礎

本核數師行是按照香港會計師公會頒佈的核數準則進行審核工作。審核範圍包括以抽查方式查核與財務報表所載數額及披露事項有關的憑證,亦包括評估董事於編制該等財務報表時所作的重大估計和判斷、所釐定的會計政策是否適合貴公司及 貴集團的具體情況及是否貫徹應用並足夠地披露該等會計政策。

AUDITORS' REPORT (continued) 核數師報告書(續)



本核數師行在策劃和進行審核工作時, 均以取得一切本核數師行認為必需的資 料及解釋為目標,使本行能獲得充份的 憑證,就該等財務報表是否存有重要錯 誤陳述,作出合理的確定。在表達見時,本核數師行亦已衡量該等財務報表 所載的資料在整體上是否足夠。本核數 師行相信,我們的審核工作已為下列意 見建立了合理的基礎。

OPINION

In our opinion, the financial statements give a true and fair view of the state of affairs of the Company and of the Group as at 31st December 2001 and of the loss and cash flows of the Group for the year then ended and have been properly prepared in accordance with the disclosure requirements of the Hong Kong Companies Ordinance.

意見

本核數師行認為上述財務報表真實與公平地反映 貴公司及 貴集團於二零零一年十二月三十一日的財政狀況及 貴集團 截至該日止年度的虧損和現金流量,並 已按照香港公司條例的披露要求而妥善 編制。

PKF

Certified Public Accountants

Hong Kong, 24th January 2002

梁學濂會計師事務所

執業會計師

香港,二零零二年一月二十四日