At 31 March, 2002

ASSETS AND LIABILITIES Non-current assets Plant and equipment 12 37 51 Investments in subsidiaries 15 10 10 Current assets 199 118 Other receivables 109 118 Amounts due from subsidiaries 3,591 0ther payables 3,700 118 Current liabilities 12,753 33,024 Other payables 12,753 33,024 Amount due to a shareholder - 1,870 Amount due to a shareholder - 1,870 Amount due to subsidiaries 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 Non-current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Nert LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 32,044 114,838 89,151 Reserves 26 (157,689) (167,921) DE		Notes	2002 HK\$'000	2001 HK\$'000
Non-current assets 12 37 51 Investments in subsidiaries 15 10 10 Investments in subsidiaries 15 10 10 Current assets 109 118 Other receivables 109 118 Amounts due from subsidiaries 3,591 - Other payables 12,753 33,024 Amounts due to a shareholder - 1,870 Amounts due to subsidiaries 15 501 Bank and other borrowings - due within one year 22 4,287 4,502 Convertible bonds - due within one year 23 14,040 7,008 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Net LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 5hare capital 24 114,838 89,151 Reserves 26 (157,689) (167,921) 16,992	ASSETS AND LIABILITIES			
Investments in subsidiaries 15 10 10 Current assets 109 118 Other receivables 109 118 Amounts due from subsidiaries 3,591 - Other payables 3,700 118 Current liabilities 15 501 Other payables 15 501 Amount due to a shareholder - 1,870 Amount due to a shareholder 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities 23 7,020 21,023 Inspandard other borrowings – due after one year 23 7,020 21,023 Convertible bonds – due after one year 23 7,020 21,023 Inspanda other borrowings – due after one year 23 7,020 21,023 CAPTITA				
Investments in subsidiaries 15 10 10 Current assets 109 118 Other receivables 109 118 Amounts due from subsidiaries 3,591 - Other payables 3,700 118 Current liabilities 15 501 Other payables 15 501 Amount due to a shareholder - 1,870 Amount due to a shareholder 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities 23 7,020 21,023 Inspandard other borrowings – due after one year 23 7,020 21,023 Convertible bonds – due after one year 23 7,020 21,023 Inspanda other borrowings – due after one year 23 7,020 21,023 CAPTITA	Plant and equipment	12	37	51
Current assets Other receivables 109 118 Amounts due from subsidiaries 3,591 - 3,700 118 Current liabilities Other payables 12,753 33,024 Amount due to a shareholder - 1,870 Amounts due to subsidiaries 15 501 Bank and other borrowings - due within one year 22 4,287 4,502 Convertible bonds - due within one year 23 14,040 7,008 State 31,095 46,905 46,905 Net current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Net LIABILITIES (42,851) (78,770) Convertible bonds - due after one year 23 7,020 21,023 I5,503 32,044 114,838 89,151 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 24 114,838 89,151<		15	10	10
Other receivables 109 118 Amounts due from subsidiaries 3,591 - 3,700 118 Current liabilities 3,700 118 Other payables 12,753 33,024 Amount due to a shareholder - 1,870 Amounts due to subsidiaries 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 31,095 46,905 46,905 46,905 46,787) Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities 23 7,020 21,023 Integration 43 11,021 20 21,023 Convertible bonds – due after one year 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 Itspin (42,851) (78,770) CAPITAL AND RESERVES 2			47	61
Amounts due from subsidiaries 3,591 - 3,700 118 Current liabilities 12,753 33,024 Amount due to a shareholder - 1,870 Amounts due to subsidiaries 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 31,095 46,905 46,905 46,787) Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities 23 7,020 21,023 Bank and other borrowings – due after one year 23 7,020 21,023 Convertible bonds – due after one year 23 7,020 21,023 MET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 5 32,044 Reserves 26 (157,689) (167,921)	Current assets	-		
Image: Current liabilities 3,700 118 Current liabilities 12,753 33,024 Amount due to a shareholder - 1,870 Amounts due to subsidiaries 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 Source convertible bonds – due within one year 23 14,040 7,008 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) 11,021 Convertible bonds – due after one year 23 7,020 21,023 Convertible bonds – due after one year 23 7,020 21,023 Non-current liabilities (46,726) 11,021 1,021 Convertible bonds – due after one year 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 Instrument convertible bonds – due after one year 24 114,838 89,151 CAPITAL AND RESERVES 24 114,83	Other receivables		109	118
Current liabilities12,75333,024Amount due to a shareholder-1,870Amounts due to subsidiaries15501Bank and other borrowings – due within one year224,287Convertible bonds – due within one year2314,0407,00831,09546,905Net current liabilities(27,395)(46,787)Total assets less current liabilities(27,348)(46,726)Non-current liabilities(27,348)(46,726)Non-current liabilities228,48311,021Convertible bonds – due after one year237,02021,023Interpret LIABILITIES(42,851)(78,770)CAPITAL AND RESERVES24114,83889,151Reserves26(157,689)(167,921)	Amounts due from subsidiaries	-	3,591	_
Other payables 12,753 33,024 Amount due to a shareholder - 1,870 Amounts due to subsidiaries 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 Met current liabilities (27,395) (46,787) Net current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities 23 7,020 21,023 Bank and other borrowings – due after one year 23 7,020 21,023 Convertible bonds – due after one year 23 7,020 21,023 MET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES (42,851) (78,770) Share capital 24 114,838 89,151 Reserves 26 (157,689) (167,921)		-	3,700	118
Amount due to a shareholder - 1,870 Amounts due to subsidiaries 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 31,095 46,905 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 Inconvertible bonds – due after one year 23 7,020 21,023 Convertible bonds – due after one year 23 7,020 21,023 Instructure 15,503 32,044 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 5hare capital 24 114,838 89,151 Reserves 26 (157,689) (167,921)	Current liabilities			
Amounts due to subsidiaries 15 501 Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 31,095 46,905 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 Instructional assets less current liabilities 23 15,503 32,044 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 5hare capital 24 114,838 89,151 Reserves 26 (157,689) (167,921)	Other payables		12,753	33,024
Bank and other borrowings – due within one year 22 4,287 4,502 Convertible bonds – due within one year 23 14,040 7,008 31,095 46,905 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities 23 7,020 21,023 Convertible bonds – due after one year 23 7,020 21,023 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES (42,851) (78,770) Share capital 24 114,838 89,151 Reserves 26 (157,689) (167,921)	Amount due to a shareholder		-	1,870
Convertible bonds – due within one year 23 14,040 7,008 31,095 46,905 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Non-current liabilities 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 Interventible bonds – due after one year 23 15,503 32,044 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES (42,851) (78,770) Share capital 24 114,838 89,151 Reserves 26 (157,689) (167,921)	Amounts due to subsidiaries		15	501
31,095 46,905 Net current liabilities (27,395) (46,787) Total assets less current liabilities (27,348) (46,726) Non-current liabilities (27,348) (46,726) Sank and other borrowings – due after one year 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 Instructional experimentation 15,503 32,044 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES (42,851) (78,770) Share capital 24 114,838 89,151 Reserves 26 (157,689) (167,921)	Bank and other borrowings – due within one year	22	4,287	4,502
Net current liabilities(27,395)(46,787)Total assets less current liabilities(27,348)(46,726)Non-current liabilities(27,348)(46,726)Bank and other borrowings – due after one year228,48311,021Convertible bonds – due after one year237,02021,023Interstand15,50332,044115,50332,044NET LIABILITIES(42,851)(78,770)CAPITAL AND RESERVESShare capital24114,83889,151Reserves26(157,689)(167,921)	Convertible bonds – due within one year	23	14,040	7,008
Total assets less current liabilities(27,348)(46,726)Non-current liabilities228,48311,021Bank and other borrowings – due after one year237,02021,023Convertible bonds – due after one year2315,50332,044NET LIABILITIES(42,851)(78,770)CAPITAL AND RESERVES5hare capital24114,83889,151Reserves26(157,689)(167,921)		-	31,095	46,905
Non-current liabilities Bank and other borrowings – due after one year 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 I15,503 32,044 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 114,838 89,151 Reserves 26 (157,689) (167,921)	Net current liabilities		(27,395)	(46,787)
Bank and other borrowings – due after one year 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 IS,503 32,044 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 114,838 89,151 Reserves 24 114,838 89,151 (167,921) 26 (157,689) (167,921)	Total assets less current liabilities		(27,348)	(46,726)
Bank and other borrowings – due after one year 22 8,483 11,021 Convertible bonds – due after one year 23 7,020 21,023 IS,503 32,044 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 114,838 89,151 Reserves 26 (157,689) (167,921)	Non-current liabilities	-		
Convertible bonds – due after one year 23 7,020 21,023 15,503 32,044 NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES (42,851) (78,770) Share capital 24 114,838 89,151 Reserves 26 (157,689) (167,921)		22	8,483	11.021
NET LIABILITIES (42,851) (78,770) CAPITAL AND RESERVES 24 114,838 89,151 Reserves 26 (157,689) (167,921)		23		
CAPITAL AND RESERVES Share capital 24 114,838 89,151 Reserves 26 (157,689) (167,921)			15,503	32,044
Share capital24114,83889,151Reserves26(157,689)(167,921)	NET LIABILITIES	-	(42,851)	(78,770)
Share capital24114,83889,151Reserves26(157,689)(167,921)		=		
Reserves 26 (157,689) (167,921)		⊃ <i>4</i>	11/070	00 151
	-			
DEFICIENCY IN SHAREHOLDERS' FUNDS (42,851) (78,770)	KCSCI VCS	20 -	(137,089)	(107,921)
	DEFICIENCY IN SHAREHOLDERS' FUNDS	-	(42,851)	(78,770)

Zou Yishang	Chen Jian
Director	Director