

Extracts From The Audited Consolidated Accounts of Asia Standard International Group Limited

Asia Standard International Group Limited (“Asia Standard”) is a principal subsidiary of the Company. It is incorporated in Bermuda and listed in Hong Kong and its subsidiaries are principally engaged in property investment, property development, hotel operations, travel agency businesses and management services.

To provide shareholders with further information on the financial performance and position of Asia Standard, the following is a summary of the audited consolidated accounts of Asia Standard for the year ended 31st March 2002.

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2002

	2002 HK\$'000	2001 HK\$'000
Turnover	838,868	672,522
Cost of sales	(648,231)	(510,739)
Gross profit	190,637	161,783
Administrative expenses	(137,480)	(138,857)
Other charges	(279,755)	(167,302)
Operating loss	(226,598)	(144,376)
Finance costs	(107,844)	(135,969)
Share of profits less losses of		
Jointly controlled entities	(67,870)	(5,328)
Associated companies	(88,788)	(81,601)
Loss before taxation	(491,100)	(367,274)
Taxation (charge) / credit	(3,416)	6,424
Loss after taxation	(494,516)	(360,850)
Minority interests	13,151	3,196
Loss attributable to shareholders	(481,365)	(357,654)
Loss per share	11.7 cents	8.7 cents

**CONSOLIDATED BALANCE SHEET
AS AT 31ST MARCH 2002**

	2002 HK\$'000	2001 HK\$'000
Goodwill	26,415	–
Fixed assets	4,879,527	4,679,760
Jointly controlled entities	215,387	295,435
Associated companies	591,366	680,186
Mortgage loans receivable	52,603	93,364
Current assets		
Properties held for / under development for sale	1,224,082	1,996,020
Completed properties held for sale	867,923	907,516
Hotel and restaurant inventories	3,701	3,395
Debtors and prepayments	282,072	246,740
Other investments	106,819	77,801
Tax recoverable	1,716	2,957
Bank balances and cash	211,844	270,763
	2,698,157	3,505,192
Current liabilities		
Creditors and accruals	268,752	279,629
Short term bank loans and overdrafts		
Secured	129,924	149,081
Unsecured	33,000	58,360
Convertible bonds	–	251,290
Current portion of long term loans	314,085	289,024
Taxation	12,131	29,410
	757,892	1,056,794
Net current assets	1,940,265	2,448,398
	7,705,563	8,197,143
Financed by:		
Share capital	41,126	41,122
Reserves	4,102,612	4,563,306
Shareholders' funds	4,143,738	4,604,428
Convertible bonds	290,000	–
Long term loans	2,453,393	2,442,053
Minority interests and loans	818,432	1,150,662
	7,705,563	8,197,143