

SUBSTANTIAL SHAREHOLDERS

At 30 September 2002, the interests of persons, other than the directors or the chief executive of the Company, of 10% or more of the share capital of the Company, as recorded in the register maintained by the Company pursuant to Section 16 of the SDI Ordinance, were as follows:

Name	Number of shares held	Notes
Special Access Limited ("SAL")	81,250,000	(a)
Careful Guide Limited ("CGL")	82,000,000	(b)
Captial Season Investments Limited ("CSI")	105,018,000	(c)
Advance Finance Investments Limited ("AFI")	105,018,000	(c)
Four Seas eFood Holdings Limited ("FSFH")	105,018,000	(c)

Notes:

- (a) Dr. Tai Tak Fung, Stephen and Dr. Wu Mei Yung, Quinly have beneficial interests in SAL. This interest is also included as corporate interests of Dr. Tai Tak Fung, Stephen and Dr. Wu Mei Yung, Quinly in "Directors' Interests in Shares".
- (b) CGL is owned by a discretionary trust, the eligible beneficiaries of which include members of the family of Dr. Tai Tak Fung, Stephen and Dr. Wu Mei Yung, Quinly. This interest is also included as other interests of Dr. Tai Tak Fung, Stephen and Dr. Wu Mei Yung, Quinly in "Directors' Interests in Shares".
- (c) CSI is wholly-owned by AFI which is a wholly-owned subsidiary of FSFH. Since SAL and CGL in aggregate hold more than one-third of the issued share capital of FSFH, Dr. Tai Tak Fung, Stephen and Dr. Wu Mei Yung, Quinly, through SAL and CGL, were deemed to be interested in the shares of the Company held by CSI. Accordingly, these interests were also included as corporate and other interests of Dr. Tai Tak Fung, Stephen and Dr. Wu Mei Yung, Quinly in "Directors' Interests in Shares".

Save as disclosed above, no person had registered an interest in the share capital of the Company that was required to be recorded under Section 16 of the SDI Ordinance.

LIQUIDITY AND FINANCIAL RESOURCES

The Group generally finances its operations with internally generated cash flows and facilities granted by its principal bankers. As at 30 September 2002, the Group had banking facilities of HK\$1,112,635,000 of which 22% had been utilised. The Group maintained a gearing ratio of 0.48 as at the balance sheet date. This is expressed as total bank borrowings to shareholders' funds. Bank borrowings of the Group, denominated in either Hong Kong dollar, Japanese Yen or US dollar currencies, mainly comprise trust receipts loans and bank loans (the "Interest-Bearing Bank Borrowings") at prevailing market interest rates. The Interest-Bearing Bank Borrowings which are classified as current liabilities are repayable within one year and the Interest-Bearing Bank Borrowings in non-current liabilities are repayable within three years. As at 30 September 2002, the Group held cash and cash equivalents of HK\$179,645,000. There are no significant changes in the Group's contingent liabilities and no charges on the Group's assets during the period under review.