CONSOLIDATED BALANCE SHEET FONG'S INDUSTRIES COMPANY LIMITED

At December 31, 2002

Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,738,739 2,427,225 Bank borrowings – due after one year 23 3,738,739 2,427,225 4,570,239 13,252,725		Notes	2002 HK\$	2001 <i>HK\$</i>
Intangible assets 13 174,371 635,401 Goodwill 14 5,948,759				
Goodwill 14 5,948,759 Interests in associates 15 32,336,884 17,538,884 Inventories 17 178,034,748 140,663,545 Inventories 17 178,034,748 140,663,545 Inventories 17 178,034,748 140,663,545 Inventories 17 178,034,748 140,663,545 Amount due from a jointly controlled entity - 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 Current liabilities - 2,507,173 Trade and other payables 20 153,841,962 97,544,795 Bills payable 17,883,579 25,678,674 1,200,000 Track and other payables 20 153,841,962 97,544,795 Bank borrowings - due within one year 23 3,662,000 1,200,000 Taxation payable 17,758,884 21,74,527 Bank borrowings - due within one year 23 50,20,813 21,74,527 Bank borrowings - due within one year 26 518,880,600 67,880,145 Capital and reserves 26 518,880,55				
Interests in associates 15 35,112,174 56,744,599 Interest in a jointly controlled entity 16 32,386,884 17,538,884 Current assets 17 178,034,748 140,663,545 Inventories 17 178,034,748 140,663,545 Trade and other receivables 18 139,274,273 94,644,809 Amount due from a jointly controlled entity 5,641,424 4,184,012 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 56,674,4795 Current liabilities 539,001,709 372,940,813 25,678,647 Trade and other payables 20 153,841,962 97,544,795 Bills payable 29,865,196 6,894,467 0,200,000 1,200,000 Taxation payable 29,865,196 6,894,467 0,21,372,561 2,21,327,618 201,372,581 Obligations under finance leases – due within one year 23 63,468,600 67,880,635 2425,161,145 Net current assets 266,674,091 171,568,232 245,161,145 2518,880,532 425,161,145	-			635,401
Interest in a jointly controlled entity 16 32,386,884 17,538,884 Current assets 316,630,457 324,330,403 Inventories 17 178,034,748 40,663,545 Tack and other receivables 18 139,274,273 94,644,809 Amount due from a jointly controlled entity 5,641,424 4,184,012 - Taxation recoverable 2,507,173 - 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 Current liabilities 539,001,709 372,940,813 Trade and other payables 20 153,841,962 97,544,795 Bills payable 17,833,579 25,678,644 25,678,644 Warranty provision 21 3,766,200 1,20,000 Taxation payable 17,833,579 2,578,647 2,174,527 Bank borrowings – due within one year 23 3,368,600 6,7880,145 Quiptations under finance leases – due within one year 24 56,299,629 56,194,629 Share capital 24 56,299,629 56,194,629 56,194,629				-
Current assets 316,630,457 324,330,403 Inventories 17 178,034,748 140,663,545 Trade and other receivables 18 139,274,273 94,644,800 Amount due from a jointly controlled entity 5,641,424 4,184,012 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 4,184,012 2,507,173 Current liabilities 539,001,709 372,940,813 2,507,173 372,62,00 1,200,000 Current liabilities 17,883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Trade and other payables 20 153,841,962 97,544,795 28,65,196 6,894,467 Warranty provision 21 3,766,200 1,200,000 12,00,000 12,00,000 12,00,000 12,00,000 12,00,000 12,00,000 12,02,001 2,174,527 Bank borrowings - due within one year 22 3,568,640 67,880,145 Net current assets 266,674,091 171,568,232 245,161,145 575,180,161 481,355,774 481,355,774 416,145,577				
Current assets 17 178,034,748 140,663,545 Trade and other receivables 18 139,274,273 94,644,809 Amount due from a jointly controlled entity 5,641,424 4,184,012 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 Current liabilities 539,001,709 372,940,813 Current liabilities 17,7883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,84,467 0,200,800 22 3,502,081 2,174,527 Bank borrowings – due within one year 23 63,468,600 67,880,145 201,372,581 Net current assets 266,674,091 171,568,232 425,161,145 242,516,145 Share capital 24 56,299,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629 56,194,629	Interest in a jointly controlled entity	16	32,386,884	17,538,884
Inventories 17 178,034,748 140,663,545 Trade and other receivables 18 139,274,273 94,644,809 Amount due from a jointly controlled entity 5,641,424 4,184,012 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 2,507,173 Current liabilities 539,001,709 372,940,813 372,940,813 Trade and other payables 20 153,841,962 97,544,795 Bills payable 17,883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,894,467 0bligations under finance leases - due within one year 23 63,468,600 67,880,145 Vertrent assets 266,674,091 171,568,232 21,372,581 21,372,581 Net current assets 26 518,880,532 425,161,145 575,180,161 481,355,774 Minority interests 3,554,148 1,290,136 554,148 1,290,136 Non-current liabilities 3,554,148 1,290,136 10,825,500 Obligations under finance leases - due after one year 23 3,738,739 2,427			316,630,457	324,330,403
Trade and other receivables 18 139,274,273 94,644,809 Amount due from a jointly controlled entity 5,641,424 4,184,012 Taxation recoverable - 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 Current liabilities 539,001,709 372,940,813 Trade and other payables 20 153,841,962 97,544,795 Bills payable 17,883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,894,467 0bligations under finance leases - due within one year 22 3,502,081 2,174,527 Bank borrowings – due within one year 23 63,468,600 67,880,145 Verturent assets 266,674,091 171,568,232 425,161,145 Capital and reserves 583,304,548 495,898,635 425,161,145 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 381,500 10,825,500		17	178,034,748	140,663,545
Amount due from a jointly controlled entity 5,641,424 4,184,012 Taxation recoverable - 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 Current liabilities 539,001,709 372,940,813 Trade and other payables 20 153,841,962 97,544,795 Bills payable 17,883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,894,467 Obligations under finance leases - due within one year 23 63,468,600 67,880,145 Vet current assets 266,674,091 171,568,232 272,327,618 201,372,581 Net current assets 266,674,091 171,568,232 256,194,629 56,194,629 Reserves 26 518,880,532 425,161,145 575,180,161 481,355,774 Minority interests 3,554,148 1,290,136 575,180,161 481,355,774 Minority interests 3,554,148 1,290,136 10,825,500 10,825,500 Obligations under finance leases - due after one year 23 831,500 10,825,500	Trade and other receivables	18	139,274,273	
Taxation recoverable - 2,507,173 Bank balances, deposits and cash 216,051,264 130,941,274 S39,001,709 372,940,813 539,001,709 372,940,813 Current liabilities 539,001,709 372,940,813 539,001,709 372,940,813 Trade and other payables 20 153,841,962 97,544,795 518 518,85,799 25,678,647 Warranty provision 21 3,766,200 1,200,000 1,200,000 1,200,000 1,200,000 1,200,000 1,200,000 1,200,000 1,2174,527 Bank borrowings - due within one year 23 63,468,600 67,880,145 272,327,618 201,372,581 Net current assets 266,674,091 171,568,232 258,3304,548 495,898,635 Capital and reserves 58,304,548 495,898,635 425,161,145 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 3738,739 2,427,225 Bank borrowings - due after one year 23 3,738,739 2,427,225 831,500				
Bank balances, deposits and cash 216,051,264 130,941,274 Current liabilities 539,001,709 372,940,813 Trade and other payables 20 153,841,962 97,544,795 Bills payable 17,883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,894,467 Obligations under finance leases – due within one year 23 63,468,600 67,880,145 Z72,327,618 201,372,581 201,372,581 201,372,581 Net current assets 266,674,091 171,568,232 425,161,145 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 31,500 10,825,500 Obligations under finance leases – due after one year 22 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 Obligations under finance leases – due after one year 23 831,500 10,825,500 Autorent <t< td=""><td></td><td></td><td>-</td><td></td></t<>			-	
Current liabilities 20 153,841,962 97,544,795 Bills payable 17,883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,894,467 0bligations under finance leases - due within one year 22 3,502,081 2,174,527 Bank borrowings - due within one year 23 63,468,600 67,880,145 Verrent assets 266,674,091 171,568,232 Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 0bligations under finance leases - due after one year 22 3,738,739 2,427,225 Bank borrowings - due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725 13,252,725	Bank balances, deposits and cash		216,051,264	
Trade and other payables 20 153,841,962 97,544,795 Bills payable 17,883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,894,467 Obligations under finance leases – due within one year 22 3,502,081 2,114,527 Bank borrowings – due within one year 23 63,468,600 67,880,145 Vet current assets 266,674,091 171,568,232 Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 0bligations under finance leases – due after one year 22 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725			539,001,709	372,940,813
Bills payable 17,883,579 25,678,647 Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,894,467 Obligations under finance leases – due within one year 22 3,502,081 2,174,527 Bank borrowings – due within one year 23 63,468,600 67,880,145 Varranty provision 23 63,468,600 67,880,145 Varranty provision 23 63,468,600 67,880,145 Varranty provision 24 56,299,629 56,194,629 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,554,148 1,290,136 Obligations under finance leases – due after one year 23 831,500 10,825,500 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725 13,252,725		20	153 841 962	07 5 <i>44</i> 705
Warranty provision 21 3,766,200 1,200,000 Taxation payable 29,865,196 6,894,467 Obligations under finance leases – due within one year 22 3,502,081 2,174,527 Bank borrowings – due within one year 23 63,468,600 67,880,145 272,327,618 201,372,581 Net current assets 266,674,091 171,568,232 Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,554,148 1,290,136 Obligations under finance leases – due after one year 22 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725 13,252,725		20		
Taxation payable 29,865,196 6,894,467 Obligations under finance leases – due within one year 23 63,468,600 67,880,145 Bank borrowings – due within one year 23 63,468,600 67,880,145 272,327,618 201,372,581 Net current assets 266,674,091 171,568,232 Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,554,148 1,290,136 Obligations under finance leases – due after one year 23 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725 13,252,725		21		
Obligations under finance leases – due within one year 22 3,502,081 2,174,527 Bank borrowings – due within one year 23 63,468,600 67,880,145 272,327,618 201,372,581 Net current assets 266,674,091 171,568,232 Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,554,148 1,290,136 Obligations under finance leases – due after one year 23 831,500 10,825,500 A,570,239 13,252,725 13,252,725 13,252,725		21		
Bank borrowings – due within one year 23 63,468,600 67,880,145 272,327,618 201,372,581 Net current assets 266,674,091 171,568,232 Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,554,148 1,290,136 Obligations under finance leases – due after one year 22 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725		22		
Net current assets 266,674,091 171,568,232 Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725	· · · · · · · · · · · · · · · · · · ·			
Capital and reserves 583,304,548 495,898,635 Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 Minority interests 575,180,161 481,355,774 Non-current liabilities 3,554,148 1,290,136 Obligations under finance leases – due after one year 23 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725			272,327,618	201,372,581
Capital and reserves 24 56,299,629 56,194,629 Share capital 26 518,880,532 425,161,145 Reserves 26 575,180,161 481,355,774 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,738,739 2,427,225 Bank borrowings – due after one year 23 3,738,739 2,427,225 4,570,239 13,252,725 13,252,725	Net current assets		266,674,091	171,568,232
Share capital 24 56,299,629 56,194,629 Reserves 26 518,880,532 425,161,145 575,180,161 481,355,774 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725			583,304,548	495,898,635
Reserves 26 518,880,532 425,161,145 575,180,161 481,355,774 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,554,148 1,290,136 Obligations under finance leases – due after one year 22 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725 13,252,725				
Minority interests 575,180,161 481,355,774 Minority interests 3,554,148 1,290,136 Non-current liabilities 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725				
Minority interests 3,554,148 1,290,136 Non-current liabilities 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725	Reserves	26	518,880,532	425,161,145
Non-current liabilities Obligations under finance leases – due after one year223,738,7392,427,225Bank borrowings – due after one year23831,50010,825,5004,570,23913,252,725			575,180,161	481,355,774
Obligations under finance leases – due after one year 22 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725	Minority interests		3,554,148	1,290,136
Obligations under finance leases – due after one year 22 3,738,739 2,427,225 Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725	Non-current liabilities			
Bank borrowings – due after one year 23 831,500 10,825,500 4,570,239 13,252,725		22	3,738,739	2,427,225
	Bank borrowings – due after one year	23		10,825,500
			4,570,239	13,252,725
583,304,548 495,898,635			583,304,548	495,898,635

The financial statements on pages 21 to 60 were approved and authorised for issue by the Board of Directors on April 8, 2003 and are signed on its behalf by:

	Fong Kwok Chung, Bill	Fong Sou Lam
	Director	Director
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