

1. ORGANISATION AND PRINCIPAL ACTIVITIES

Karrie International Holdings Limited (“the Company”) was incorporated in Bermuda on 6 December 1996 as an exempted company under the Companies Act 1981 of Bermuda (as amended). Its shares have been listed on The Stock Exchange of Hong Kong Limited since 16 December 1996.

The Company is an investment holding company. Its subsidiaries (which together with the Company are collectively referred to as “the Group”) are principally engaged in the manufacture and sale of computer casings, office automation products, video cassette housings, moulds, plastic and metal parts together referred to as “Metal and Plastic Business” and provision of electronic manufacturing services (“EMS Business”).

2. PRINCIPAL ACCOUNTING POLICIES

The accounts have been prepared in accordance with accounting principles generally accepted in Hong Kong and comply with accounting standards issued by the Hong Kong Society of Accountants (“HKSA”). Principal accounting policies are summarised below:

(a) Basis of measurement

The accounts have been prepared on the historical cost basis, as modified by the revaluation of land and buildings.

(b) Adoption of new/revised Statements of Standard Accounting Practice (“SSAPs”)

Effective from 1 April 2002, the Group has adopted, for the first time, the following SSAPs issued by the HKSA:

SSAP 1 (revised)	:	Presentation of financial statements
SSAP 11 (revised)	:	Foreign currency translation
SSAP 15 (revised)	:	Cash flow statements
SSAP 33	:	Discontinuing operations
SSAP 34 (revised)	:	Employee benefits

1. 組織及主要業務

嘉利國際控股有限公司(「本公司」)於一九九六年十二月六日根據百慕達一九八一年公司法(修訂本)在百慕達註冊成立為一間獲豁免有限公司，其股份自一九九六年十二月十六日起於香港聯合交易所有限公司上市。

本公司為投資控股公司，其附屬公司(與本公司合稱為「本集團」)主要業務為生產及銷售電腦外殼、辦公室文儀產品、錄影帶外殼、模具、塑膠及金屬部件(合稱「五金塑膠業務」)；及提供電子專業代工服務(「電子專業代工業務」)。

2. 主要會計政策

本帳目乃按照香港公認之會計原則及香港會計師公會頒佈之會計標準編製。主要之會計政策概述如下：

(a) 計算基準

本帳目乃按歷史成本基準編製，並就土地及樓宇重估而作出修訂。

(b) 採用新訂／經修訂之會計實務準則

自二零零二年四月一日起，本集團首次採用以下由香港會計師公會所頒佈之會計實務準則：

會計實務準則第1號(經修訂)	:	財務報表的呈報
會計實務準則第11號(經修訂)	:	外幣折算
會計實務準則第15號(經修訂)	:	現金流量表
會計實務準則第33號	:	終止經營
會計實務準則第34號(經修訂)	:	僱員福利



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)**(b) Adoption of new/revised Statements of Standard Accounting Practice ("SSAPs")** (Cont'd)

Except for certain presentational changes which have been made upon the adoption of SSAP 1 (revised) and SSAP 15 (revised), the adoption of the above new/revised SSAPs has no material effect on the accounts.

The 2002 comparative figures presented herein have incorporated the effect on the adoption of the new/revised SSAPs.

(c) Group accounting*(i) Consolidation*

The consolidated accounts include the accounts of the Company and its subsidiaries (together the "Group") made up to 31 March.

Subsidiaries are those entities in which the company, directly or indirectly, controls more than one half of the voting power; has the power to govern the financial and operating policies; to appoint or remove the majority of the members of the board of directors; or to cast majority of votes at the meetings of the board of directors.

The results of subsidiaries acquired or disposed of during the year are included in the consolidated profit and loss account from the effective date of acquisition or up to the effective date of disposal, as appropriate.

All significant intercompany transactions and balances within the Group are eliminated on consolidation.

The gain or loss on the disposal of a subsidiary represents the difference between the proceeds of the sale and the Group's share of its net assets together with any unamortised goodwill or negative goodwill or goodwill/negative goodwill taken to reserves and which was not previously charged or recognised in the consolidated profit and loss account.

2. 主要會計政策 (續)**(b) 採用新訂／經修訂之會計實務準則** (續)

除因採用會計實務準則第1號(經修訂)及會計實務準則第15號(經修訂)之若干呈列上變更外,本集團採用上述會計實務準則對本帳目並無重大影響。

於本報表所呈列之二零零二年度之比較數字已包括因採用這些新訂／經修訂之會計實務準則之影響。

(c) 集團會計*(i) 綜合帳目*

綜合帳目包括本公司及其附屬公司(合稱「本集團」)截至三月三十一日止之帳目。

附屬公司指本公司直接或間接控制過半數投票權;有權控制財政及營運決策;委任或撤換董事會大多數成員;或在董事會會議上有大多數投票權之公司。

在年內購入或售出之附屬公司,其業績由收購生效日起計或計至出售生效日止已列入綜合損益帳內。

本集團內公司間之所有重大交易及結餘已於綜合帳目內對銷。

出售附屬公司之收益或虧損指出售所得之收入與本集團應佔該公司資產淨值之差額,連同之前並未在綜合損益表內支銷或入帳之任何未攤銷商譽或負商譽,或已在儲備記帳之商譽/負商譽。



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)

(c) Group accounting (Cont'd)

(i) Consolidation (Cont'd)

Minority interests represent the interests of outside shareholders in the operating results and net assets of subsidiaries.

In the company's balance sheet the investments in subsidiaries are stated at cost less provision for impairment losses. The results of subsidiaries are accounted for by the company on the basis of dividends received and receivable.

(ii) Associate

An associate is a company, not being a subsidiary or a joint venture, in which an equity interest is held for the long-term and significant influence is exercised in its management.

The consolidated profit and loss account includes the Group's share of the result of associate for the year, and the consolidated balance sheet includes the Group's share of the net assets of the associate and goodwill/negative goodwill (net of accumulated amortisation) on acquisition.

In the company's balance sheet, the investment in associate is stated at cost less provision for impairment losses. The result of associate is accounted for by the company on the basis of dividends received and receivable.

Equity accounting is discontinued when the carrying amount of the investment in an associate reaches zero, unless the Group has incurred obligations or guaranteed obligations in respect of the associate.

2. 主要會計政策 (續)

(c) 集團會計 (續)

(i) 綜合帳目 (續)

少數股東權益指外界股東在附屬公司之經營業績及資產淨值中擁有之權益。

在本公司之資產負債表內，附屬公司之投資以成本值扣除減值虧損準備入帳。本公司將附屬公司之業績按已收及應收股息入帳。

(ii) 聯營公司

聯營公司為附屬公司或合營企業以外，集團持有其股權作長期投資，並對其管理具有重大影響力之公司。

綜合損益表包括本集團應佔聯營公司之本年度業績，而綜合資產負債表則包括集團應佔聯營公司之資產淨值及收購產生之商譽／負商譽（已扣除累計攤銷）。

在本公司之資產負債表內，聯營公司之投資以成本值減去減值虧損準備列帳。本公司將聯營公司之業績按已收及應收股息入帳。

當聯營公司之投資帳面值已全數撇銷，便不再採用權益會計法，除非本集團就該聯營公司已產生承擔或有擔保之承擔。



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)**(c) Group accounting (Cont'd)***(iii) Translation of foreign currencies*

Transactions in foreign currencies are translated at exchange rates ruling at the transaction dates. Monetary assets and liabilities expressed in foreign currencies at the balance sheet date are translated at rates of exchange ruling at the balance sheet date. Exchange differences arising in these cases are dealt with in the profit and loss account.

The balance sheet of subsidiaries and associate expressed in foreign currencies are translated at the rates of exchange ruling at the balance sheet date whilst the profit and loss is translated at an average rate. Exchange differences are dealt with as a movement in reserves.

(d) Fixed assets and depreciation

Fixed assets are stated at cost or valuation less accumulated depreciation and any accumulated impairment losses. Major expenditures on modifications and betterments of fixed assets which will result in future economic benefits are capitalised, while expenditures on maintenance and repairs are expensed when incurred. Depreciation is provided on a straight-line basis to write off the cost or the revalued amount less the estimated residual value of each asset over its estimated useful life. The annual rates of depreciation are as follows:

Land	2% to 2.2%
Buildings	2% to 4% (lease terms)
Fixtures and leasehold improvements	8% to 10%
Machinery	10% to 20%
Moulds and tooling	10% to 15%
Furniture and computer equipment	10% to 33.33%

2. 主要會計政策 (續)**(c) 集團會計 (續)***(iii) 外幣折算*

以外幣為本位之交易，均按交易當日之匯率折算。於結算日以外幣顯示之貨幣資產與負債則按結算日之匯率折算。由此產生之匯兌盈虧均計入損益表。

附屬公司及聯營公司以外幣顯示之資產負債表均按結算日之匯率折算，而損益表則按平均匯率折算。匯兌盈虧作為儲備變動入帳。

(d) 固定資產與折舊

固定資產按成本值或重估值扣除累積折舊及任何累積減值虧損列帳。可帶來未來經濟利益之修整及改善固定資產之主要支出轉撥成本，而保養及維修支出則於發生時列作開支。固定資產折舊乃按各項資產之估計可使用年期以直線法撇銷其成本或重估值減去其估計之殘值。折舊年率如下：

土地	2%-2.2%
樓宇	2%-4% (租賃年期)
物業裝修	8%-10%
機器	10%-20%
模具及工具	10%-15%
傢俬及電腦設備	10%-33.33%



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)

(d) Fixed assets and depreciation (Cont'd)

Land and buildings are subject to independent valuations on a regular basis, with the last valuation performed on 31 March 2002. In the intervening years, the Directors review the carrying value of land and buildings and adjustment is made where they consider that there has been a material change. Any increase in valuation of land and buildings is credited to the fixed assets revaluation reserve. Decrease in valuation is first offset against increase on earlier valuations in respect of the same land and buildings and is thereafter debited to operating profit. Any subsequent increase is credited to operating profit up to the amount previously debited.

Fixed assets held under finance leases are recorded and depreciated on the same basis as described above.

At each balance sheet date, both internal and external sources of information are considered to assess whether there is any indication that fixed assets are impaired. If any such indication exists, the recoverable amount of the asset is estimated and where relevant, an impairment loss is recognised to reduce the asset to its recoverable amount. Such impairment losses are recognised in the profit and loss except where the asset is carried at valuation and the impairment loss does not exceed the revaluation surplus for that same asset, in which case it is treated as a revaluation decrease.

The gain or loss on disposal of a fixed asset is the difference between the net sales proceeds and the carrying amount of the relevant asset, and is recognised in the profit and loss account. Any revaluation reserve balance remaining attributable to the relevant asset is transferred to retained profit and is shown as a movement in reserves.

2. 主要會計政策 (續)

(d) 固定資產與折舊 (續)

土地及樓宇會定期進行獨立性的評估，最近之評估乃於二零零二年三月三十一日進行。相隔年間，由董事檢討土地及樓宇之帳面值，如有重大變動則作出調整。土地及樓宇重估之增值會撥入固定資產重估儲備。重估之減值則首先與同一土地及樓宇早前重估之增值對銷，然後在經營溢利中扣除。其後任何增值將撥入經營溢利，惟最高以早前扣減之金額為限。

以融資租賃方式所持有之資產皆採用上述之相同基準予以記錄及計算折舊。

在每年結算日，固定資產皆透過本集團內部及外界所獲得的資訊，評核該等固定資產有否耗蝕。如有跡象顯示該等資產出現耗蝕，則估算其可收回價值，及在合適情況下將減值虧損入帳以將資產減至其可收回價值。此等減值虧損在損益表入帳，但假若某資產乃按估值列帳，而減值虧損不超過該資產之重估盈餘，此等虧損則當作重估減值。

出售固定資產之收益或虧損乃出售所得收入淨額與資產帳面值之差額，將列算於損益表內。任何屬於有關被出售之資產之重估儲備結餘均轉撥至保留溢利，並列作儲備變動。



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)

(e) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost includes costs of raw materials computed using the first-in, first-out method of costing and, in the case of work-in-progress and finished goods, also direct labour and an appropriate proportion of production overheads. Net realisable value is based on estimated normal selling prices, less further costs expected to be incurred to completion and disposal. Provision is made for obsolete, slow-moving or defective items where appropriate.

When inventories are sold, the carrying amount of those inventories is recognised as an expense in the period in which the related revenue is recognised. The amount of any write-down of inventories to net realisable value and all losses of inventories are recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of a write-down of inventories, arising from an increase in net realisable value, is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

(f) Trade receivable

Provision is made against trade receivable to the extent they are considered to be doubtful. Trade receivable in the balance sheet are stated net of such provision, if any.

(g) Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held at call with banks, cash investments with a maturity of three months or less from date of investment and bank overdrafts.

2. 主要會計政策 (續)

(e) 存貨

存貨乃按成本與可變現淨值兩者之較低者列帳。成本包括以成本先進先出法計算之原材料成本，及就半製成品及已完成貨品而言，成本亦包括直接勞工以及適當比例之生產成本。可變現淨值則按估計正常售價扣除預期至完成及出售時將產生之其他成本計算。對陳舊、滯銷或損壞之貨品已作出適當準備。

當存貨出售時，其帳面值於有關收入確認入帳之同時確認入帳為開支。存貨撇減至可變現淨值所出現之任何撇減或其一切存貨虧損乃於撇減或虧損發生之期間確認入帳為開支。因可變現淨值增加而需撥回之任何存貨撇減則於撥回發生之期間確認，列作存貨開支之削減額。

(f) 貿易應收帳款

凡被視為呆帳之貿易應收帳款，均提撥準備。在資產負債表內列帳之貿易應收帳款已扣除有關之準備金。

(g) 現金及現金等值物

現金及現金等值物按成本在資產負債表內列帳。在現金流量表中，現金及現金等價物包括庫存現金、銀行通知存款、在投資日起三個月內到期之現金投資及銀行透支。



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)

(h) Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Where the Group expects a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain.

(i) Turnover and revenue recognition

Turnover represents the net invoiced value of merchandise sold after allowances for returns and discounts.

Revenue is recognised when the outcome of a transaction can be measured reliably and when it is probable that the economic benefits associated with the transaction will flow to the Group. Sales revenue is recognised when the merchandise is shipped and title has passed. Rental income is recognised on a straight-line basis over the period of the relevant leases. Interest income is recognised on a time proportion basis on the principal outstanding and at the rates applicable.

Advance payments received from customers prior to delivery of merchandise are recorded as receipts in advance.

(j) Taxation

Individual companies within the Group provide for profits tax on the basis of their profit for financial reporting purposes, adjusted for income and expense items which are not assessable or deductible for profits tax purposes.

2. 主要會計政策 (續)

(h) 準備

當本集團因已發生的事件須承擔現有之法律性或確定性的責任，而解除責任時有可能消耗資源，並在責任金額能夠可靠地作出估算之情況下，需確立撥備。當本集團預計準備金可獲償付，則將償付款確認為一項獨立資產，惟只能在償付款可實質地確定時確認。

(i) 營業額及收入確認

營業額指經計算退還及折扣後之發票淨值。

當交易結果已能可靠計算而有關交易之經濟利益極有可能歸於本集團時，收入乃予以確認。銷售收入於商品已付運而其擁有權已轉讓後確認。租金收入按租賃期以直線法確認。利息收入是以時間比例作基準就未償還本金及按適用利率確認。

於出貨前預收客戶的款項被記錄為預收帳款。

(j) 稅項

本集團屬下各公司就財務呈報目的按各自之溢利計算利得稅，並就毋須課稅之收入及不可扣除之支出項目作出調整。



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)**(j) Taxation** (Cont'd)

Deferred taxation is provided under the liability method, at the current tax rate, in respect of significant timing differences between profit as computed for taxation purposes and profit as stated in the accounts, except when it is considered that no liability will arise in the foreseeable future. Deferred tax assets are not recognised unless the related benefits are expected to crystallise in the foreseeable future.

(k) Employee benefits*(i) Employee leave entitlements*

Employee entitlements to annual leave and long service leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave and long service leave as a result of services rendered by employees up to the balance sheet date.

Employee entitlements to sick leave and maternity leave are not recognised until the time of leave.

(ii) Retirement benefits

The Group's contributions to the defined contribution retirement scheme are expensed as incurred.

(iii) Long service payments

The Group's net obligation in respect of long service payments on cessation of employment in certain circumstances under the Hong Kong Employment Ordinance is the amount of future benefit that employees have earned in return for their service in the current and prior periods.

The obligation is calculated using the project unit credit method, discounted to its present value and reduced by entitlements accrued under the Group's retirement plans that are attributable to contributions made by the Group. The discount rate is the yield at balance sheet date on high quality corporate bonds which have terms to maturity approximating the terms of the related liability.

2. 主要會計政策 (續)**(j) 稅項** (續)

遞延稅項乃按負債法就課稅項目以現時稅率計算之溢利與財務報表上呈列之溢利間之重大時差計算，惟倘認為在可見將來不會出現負債者除外。除非預計於可見將來出現有關收益，否則遞延稅項資產不會確認入帳。

(k) 僱員福利*(i) 僱員應享假期之權利*

僱員在年假和長期服務休假之權利在僱員應享有時確認。本集團為截至結算日止僱員已提供之服務而產生之年假及長期服務休假之估計負債作出準備。

僱員之病假及產假之權利不作確認，直至僱員正式休假為止。

(ii) 退休金福利

本集團向界定供款退休計劃作出之供款在發生時作為費用支銷。

(iii) 長期服務金

集團根據香港《僱傭條例》在若干情況下終止聘用員工而支付之長期服務金所衍生之負債淨額，是指僱員現時及過去的服務所賺取的未來福利。

此負債額是以預計單位信貸法計算，並會計算貼現值，並扣除本集團退休計劃下集團供款所佔的應計權益。貼現率為到期日與本集團負債期相若之優質企業債券於結算日的孳息率。



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)

(l) Leases

Finance leases represent those leases under which substantially all the risks and rewards incident to ownership of the leased assets are transferred to the Group. The Group recognises finance leases as assets and liabilities in the balance sheet at amounts equal at the inception of the lease to the fair value of the leased assets or, if lower, at the present value of the minimum lease payments. In calculating the present value of the minimum lease payments, the discount factor used is the interest rate implicit in the lease, when it can be determined. Otherwise, the Group's incremental borrowing rate is used. Initial direct costs incurred are included as part of the asset. Lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to periods during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

A finance lease gives rise to depreciation expense for the asset as well as a finance cost for each accounting period. The depreciation policy for leased assets is the same as that for depreciable assets that are owned.

Operating leases represent those leases under which substantially all the risks and rewards of ownership of the leased assets remain with the lessors. Rental payments under operating leases are charged to the profit and loss account on a straight-line basis over the period of the relevant leases.

2. 主要會計政策 (續)

(l) 租賃

融資租賃指有關資產擁有權之所有風險及利益實際上轉移至本集團之租賃。本集團按相等於租賃開始時租賃資產之公平價值或(如較低)最低租金之現值，將融資租賃確認為資產負債表之資產與負債。計算最低租金之現值時，所使用之貼現率乃租約隱含之息率(如可決定)，否則會使用本集團之累升借貸率。初步錄得之直接成本計作資產之一部份。租金乃按融資費用與未清償負債之減少作分配。融資費用於租賃期內分配，以達致每期間尚餘負債之固定定期息率。

融資租賃導致有關資產在各會計期間出現折舊開支及財務成本。租賃資產之折舊政策與本身擁有之可折舊資產所採用之政策相同。

經營租賃指有關資產擁有權之所有風險及利益實際上仍由出租人承擔之租賃。經營租賃租金按有關租賃年期以直線法於損益表內支銷。



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)

(m) Contingent liabilities and contingent assets

A contingent liability is a possible obligation that arises from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. It can also be a present obligation arising from past events that is not recognised because it is not probable that outflow of economic resources will be required or the amount of obligation cannot be measured reliably.

A contingent liability is not recognised but is disclosed in the notes to the accounts. When a change in the probability of an outflow occurs so that outflow is probable, it will then be recognised as a provision.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain events not wholly within the control of the Group.

Contingent assets are not recognised but are disclosed in the notes to the accounts when an inflow of economic benefits is probable. When inflow is virtually certain, an asset is recognised.

(n) Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of that asset.

All other borrowing costs are charged to the profit and loss account in the year in which they are incurred.

2. 主要會計政策(續)

(m) 或然負債及或然資產

或然負債指因已發生的事件而可能引起之責任，此等責任需就某一宗或多宗事件會否發生才能確認，而集團並不能完全控制這些未來事件會否實現。或然負債亦可能是因已發生的事件引致之現有責任，但由於可能不需要消耗經濟資源，或責任金額未能可靠地衡量而未有入帳。

或然負債不會被確認，但會在帳目附註中披露。假若消耗資源之可能性改變導致可能出現資源消耗，此等負債將被確立為準備。

或然資產指因已發生的事件而可能產生之資產，此等資產需就某一宗或多宗事件會否發生才能確認，而本集團並不能完全控制這些未來事件會否實現。

或然資產不會被確認，但會於可能收到經濟效益時在帳目附註中披露。若實質確定有收到經濟效益時，此等效益才被確立為資產。

(n) 借貸成本

凡直接與購置、興建或生產某項資產(該資產必須經過頗長時間籌備以作預定用途或出售)有關之借貸成本，均資本化為資產之部分成本。

所有其他借貸成本均於發生年度內在損益表支銷。



2. PRINCIPAL ACCOUNTING POLICIES (Cont'd)

(o) Segment reporting

In accordance with the Group's internal financial reporting the Group has determined that business segments be presented as the primary reporting format and geographical as the secondary reporting format.

Unallocated costs represent corporate expenses. Segment assets consist primarily of, fixed assets, inventories, receivables and operating cash. Segment liabilities comprise operating liabilities and exclude items such as taxation and certain corporate borrowings. Capital expenditure comprises additions to fixed assets, including additions resulting from acquisitions through purchases of subsidiaries.

In respect of geographical segment reporting, sales are based on the country in which the customer is located. Total assets and capital expenditure are where the assets are located.

3. RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

2. 主要會計政策 (續)

(o) 分部報告

按照本集團之內部財務報告，本集團已決定將業務分部資料作為主要報告形式，而地區分佈資料則作為次要報告形式呈列。

未分配成本指集團整體性開支。分部資產主要包括固定資產、存貨、應收款項及經營現金。分部負債指經營負債，而不包括例如稅項及若干集團整體性之借款等項目。資本性開支包括添置固定資產的費用，當中包括因收購附屬公司而添置之資產。

至於地區分部報告，銷售額乃按照客戶所在國家計算。總資產及資本性開支按資產所在地計算。

3. 關連人士交易

關連人士乃該等有能力直接或間接控制另一方或於作出財務及營運決定時行使重大影響力的人士。倘該等人士受同一人士之控制或同一人士之重大影響，亦被視為關連人士。



3. RELATED PARTY TRANSACTIONS (Cont'd)

- (a) Significant transactions with related parties are summarised below:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Rental income earned from Kar-Info Company Limited which is beneficially owned and controlled by the family of Mr. Ho Cheuk Fai, a director of the Company	向嘉訊通有限公司 (該公司由本公司董事何焯輝先生家族實益擁有及控制) 收取租金	202	313
Rental charged by Kings Lion Development Limited which is beneficially owned and controlled by the family of Mr. Ho Cheuk Fai, a director of the Company	支付租金予勁獅發展有限公司 (該公司由本公司董事何焯輝先生家族實益擁有及控制)	1,266	1,133

In the opinion of the Company's Directors, the above related party transactions were conducted in the normal course of business of the Group and in accordance with the terms of the agreement.

3. 關連人士交易 (續)

- (a) 與關連人士之重大交易之摘要如下：

本公司董事認為上述之關連人士交易均於本集團日常業務過程中以正常商業條款進行及本集團與有關人士各自商議之條款執行。

- (b) Details of amount due from related companies (included in trade receivable) are as follows:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Kings Lion Development Limited	勁獅發展有限公司	134	134
Kar-Info Company Limited	嘉訊通有限公司	204	228
		338	362

- (b) 包括於貿易應收帳中之應收關連公司款項之詳情如下：



3. RELATED PARTY TRANSACTIONS (Cont'd)

Details of amount due to a related company is as follows:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Castford Industrial Company Limited, a company beneficially owned and controlled by the family of Mr. Ho Cheuk Fai, a director of the Company	Castford Industrial Company Limited (該公司由本公司 董事何焯輝先生 家族實益擁有 及控制)	273	273

The outstanding balances with related companies are unsecured, non-interest bearing and are without pre-determined repayment terms.

3. 關連人士交易 (續)

應付關連公司款項之詳情如下：

該些關連公司尚未償還之款項為無抵押，不計利息及無固定還款期。

4. TURNOVER AND REVENUE

Analysis of turnover and revenue is as follows:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Sales revenue	銷售收入		
Metal and plastic business	五金塑膠業務	843,623	768,046
EMS Business	電子專業代工業務	894,356	388,216
Turnover	營業額	1,737,979	1,156,262
Rental income	租金收入	5,789	6,133
Interest income	利息收入	3,101	4,095
Total revenue	總收入	1,746,869	1,166,490

During the year ended 31 March 2003, approximately 80% (2002: 74%) of the Group's turnover was related to sales made to its five largest customers.

4. 營業額及收入

營業額及收入之分析如下：

於二零零三年三月三十一日止年度內五大客戶之銷售佔本集團之營業額約80% (二零零二年：74%)。



5. PROFIT FROM OPERATIONS

Profit from operations is determined after charging and crediting the following items:

5. 經營溢利

經營溢利已扣除及計入下列各項：

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Charging	已扣除		
Depreciation of fixed assets	固定資產折舊		
– owned assets	– 自置資產	24,981	24,817
– assets held under finance leases	– 以融資租賃持有之資產	7,074	9,194
		32,055	34,011
Specific provision for obsolete and slow-moving inventories	陳舊及滯銷 尊項存貨準備	6,857	–
Staff costs (including directors' emoluments)	員工成本 (包括董事酬金)	131,849	120,554
Operating lease rental of premises	租用物業之經營租賃租金	9,787	9,705
Net loss on disposal/write-off of fixed assets	出售/撇除固定資產 虧損淨額	–	11,714
Net exchange loss	匯兌虧損淨額	1,316	29
Auditors' remuneration	核數師酬金	898	902
Crediting	已計入		
Interest income on bank deposits	銀行存款之利息收入	3,101	4,095
Write-back of general provision for obsolete and slow-moving inventories	一般陳舊及滯銷 存貨準備之撥回	5,700	548
Net gain on disposal of fixed assets	出售固定資產收益淨額	473	–



6. FINANCE COSTS

6. 財務成本

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Interest on	利息		
- bank overdrafts and loans wholly repayable within one year	- 須於一年內全數償還之銀行透支及貸款	8,754	6,870
- bank loans wholly repayable within two to five years	- 須於兩年至五年內全數償還之銀行貸款	520	575
- finance lease obligations	- 融資租賃責任	803	1,418
- factoring of trade receivable	- 貿易應收帳款讓售	274	355
- others	- 其他	50	26
		10,401	9,244

7. STAFF COSTS

7. 員工成本

Staff costs, including directors' emoluments, consisted of:

員工成本包括董事酬金之組成：

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Wages and salaries	薪酬工資	126,930	113,846
Unutilised annual leave	未放年假	1,500	-
Pension costs -	退休成本 -		
defined contribution plans	界定供款計劃	2,699	2,389
Provision for long service payments (Note 23)	長期服務金之準備 (附註23)	720	4,319
		131,849	120,554



8. DIRECTORS' AND SENIOR EXECUTIVES' EMOLUMENTS

(a) Details of emoluments paid/payable to directors of the Company are as follows:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Fees for executive directors	執行董事袍金	-	-
Fees for independent non-executive directors	獨立非執行董事袍金	200	251
Other emoluments for executive directors	執行董事之其他酬金		
- Basic salaries and allowances	- 基本薪金及津貼	7,723	8,576
- Discretionary bonus	- 酌情發放之花紅	8,417	6,400
- Pension scheme contributions	- 退休金計劃之供款	60	72
		16,400	15,299

No directors waived any emoluments during the year. No incentive payment for joining the Group or compensation for loss of office was paid/payable to any director during the year.

Analysis of directors' emoluments by number of directors and emolument ranges is as follows:

		2003 二零零三年	2002 二零零二年
Executive directors	執行董事		
- Nil to HK\$1,000,000	- 0至1,000,000港元	1	2
- HK\$1,000,001 to HK\$1,500,000	- 1,000,001港元至1,500,000港元	1	2
- HK\$1,500,001 to HK\$2,000,000	- 1,500,001港元至2,000,000港元	1	1
- HK\$2,000,001 to HK\$2,500,000	- 2,000,001港元至2,500,000港元	1	-
- HK\$9,500,001 to HK\$10,000,000	- 9,500,001港元至10,000,000港元	1	1
Independent non-executive directors	獨立非執行董事		
- Nil to HK\$1,000,000	- 0至1,000,000港元	3	3
		8	9

8. 董事及高級行政人員酬金

(a) 本公司已付／應付董事酬金之詳情如下：

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Fees for executive directors	執行董事袍金	-	-
Fees for independent non-executive directors	獨立非執行董事袍金	200	251
Other emoluments for executive directors	執行董事之其他酬金		
- Basic salaries and allowances	- 基本薪金及津貼	7,723	8,576
- Discretionary bonus	- 酌情發放之花紅	8,417	6,400
- Pension scheme contributions	- 退休金計劃之供款	60	72
		16,400	15,299

本年度沒有董事放棄酬金，亦沒有已付／應付款項給予任何董事以吸引其加盟本集團或作為失去職位的補償。

按董事人數及酬金級別劃分的董事酬金分析如下：

8. DIRECTORS' AND SENIOR EXECUTIVES' EMOLUMENTS (Cont'd)

(b) The five individuals whose emoluments were the highest in the Group for the year include four (2002: four) directors whose emoluments are reflected in the analysis presented above. The emoluments payable to the remaining one (2002: one) individual during the year are as follows:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Basic salaries and allowances	基本薪金及津貼	922	973
Discretionary bonus	酌情發放之花紅	185	38
Pension scheme contributions	退休金計劃之供款	12	12
		1,119	1,023

The emoluments fell within the following band:

		2003 二零零三年	2002 二零零二年
HK\$1,000,001 to HK\$1,500,000	1,000,001港元 – 1,500,000港元	1	1

No emolument was paid to the five highest paid individuals (including directors and other employees) as compensation for loss of office during the year.

8. 董事及高級行政人員酬金 (續)

(b) 本年度本集團內五名最高薪酬人士包括四名(二零零二年：四名)董事，其酬金已載於上文分析。其餘一名(二零零二年：一名)最高薪人士之應付酬金如下：

該等酬金歸入以下組別：

五名最高薪人士(包括董事及其他員工)於本年度並無獲付任何酬金作為失去職位的補償。



9. TAXATION

Taxation consisted of:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Current taxation: Hong Kong profits tax	現行稅項：香港利得稅		
- current year	—本年度	11,166	6,396
- under-provision/(over-provision) in prior years	—往年之不足/ (超額)準備	1,989	(2,851)
Deferred taxation	遞延稅項		
- current year	—本年度	(1,124)	647
- over-provision in prior years	—往年之超額準備	-	(399)
		12,031	3,793

The Company is exempted from Bermuda taxation until 2016. Hong Kong profits tax has been provided for subsidiaries incorporated in Hong Kong at the rate of 16% (2002: 16%) on their estimated assessable profits arising in or derived from Hong Kong. Dongguan Yanxun Electronics Company Limited, a subsidiary established and operating in Mainland China, is subject to enterprise income tax at the rate of 33% (30% state income tax and 3% local income tax). However, it is exempted from Mainland China enterprise income tax and local income tax for two years starting from the first year of profitable operations, after offsetting prior years' losses, followed by a 50% reduction for the following three years. No Mainland China enterprise income tax has been provided since Dongguan Yanxun Electronics Company Limited is in a tax loss position.

10. PROFIT ATTRIBUTABLE TO SHAREHOLDERS

The consolidated profit attributable to shareholders includes a profit of approximately HK\$150,234,000 (2002: HK\$112,877,000) dealt with in the accounts of the Company.

9. 稅項

稅項之組成：

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Current taxation: Hong Kong profits tax	現行稅項：香港利得稅		
- current year	—本年度	11,166	6,396
- under-provision/(over-provision) in prior years	—往年之不足/ (超額)準備	1,989	(2,851)
Deferred taxation	遞延稅項		
- current year	—本年度	(1,124)	647
- over-provision in prior years	—往年之超額準備	-	(399)
		12,031	3,793

本公司獲豁免百慕達稅項，直至二零一六年為止。香港利得稅乃根據在香港註冊成立的附屬公司在香港產生或源自香港之估計應課稅溢利按16% (二零零二年：16%) 之稅率計提準備。東莞雁訊電子有限公司乃於中國成立及經營之附屬公司，須繳付33% 中國企業所得稅 (30% 為國家統一所得稅，而3% 為地方所得稅)。惟該公司於其首個撇除以往年度虧損後之獲利年度起兩年獲全數豁免中國企業統一所得稅及地方所得稅，而隨後三年則按50% 減付。該公司現仍處於稅務虧損的狀況，所以並沒有為中國企業所得稅作準備。

10. 股東應佔溢利

綜合股東應佔溢利中包括一筆已撥入本公司帳目之溢利約150,234,000港元 (二零零二年：112,877,000 港元)



11. DIVIDENDS

11. 股息

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Dividends paid during the year	年中已派股息		
- Interim, HK8.0 cents (2002: HK5.0 cents)	- 中期 - 每股8.0港仙 (二零零二年: 5.0港仙)	30,468	18,714
- Special, Nil (2002: HK5.0 cents)	- 特別股息 - 無 (二零零二年: 5.0港仙)	-	18,714
- Additional final dividend for the prior year due to exercise of employee share options	- 往年末期股息 - 於派息前 行使員工認股權 而多發行股份	454	136
		30,922	37,564
Dividends proposed after year end	年結後擬派股息		
- Final, HK11.0 cents (2002: HK5.9 cents)	- 末期 - 每股11.0港仙 (二零零二年: 5.9港仙)	41,964	22,239
- Special, HK5.0 cents (2002: HK14.1 cents)	- 特別股息 - 每股5.0港仙 (二零零二年: 14.1港仙)	19,075	53,148
		61,039	75,387
		91,961	112,951

12. EARNINGS PER SHARE

12. 每股溢利

The calculation of basic earnings per share for the year ended 31 March 2003 is based on the consolidated profit attributable to shareholders of approximately HK\$121,043,000 (2002: HK\$81,645,000) and on the weighted average number of approximately 379,371,000 shares (2002: 374,628,000 shares) in issue during the year.

每股基本溢利乃根據截至二零零三年三月三十一日止之綜合股東應佔溢利約121,043,000港元(二零零二年: 81,645,000港元)及本年度內已發行股份之加權平均數約379,371,000股(二零零二年: 374,628,000股)計算。

The calculation of diluted earnings per share for the year ended 31 March 2003 is based on the consolidated profit attributable to shareholders of approximately HK\$121,043,000 (2002: HK\$81,645,000) and on the weighted average number of approximately 393,533,000 shares (2002: 381,820,000 shares) in issue, after adjusting for the potential dilutive effect in respect of outstanding employee share options.

每股攤薄溢利乃根據截至二零零三年三月三十一日止之綜合股東應佔溢利約121,043,000港元(二零零二年: 81,645,000港元)及已發行股份加上未行使之購股權有可能攤薄影響作出調整後之股份之加權平均股數約393,533,000股(二零零二年: 381,820,000股)計算。



13. FIXED ASSETS

(a) Movements of fixed assets were:

13. 固定資產

(a) 固定資產之變動：

		Group 本集團 2003 二零零三年					Group 本集團 2002 二零零二年	
		Land and buildings	Fixtures and leasehold improvements	Machinery 機器	Moulds and tooling 模具及工具	Furniture and computer equipment 傢俬及 電腦設備	Total 總計	Total 總計
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Cost/Valuation	成本/估值							
Beginning of year	年初	125,150	37,287	246,234	18,428	31,458	458,557	528,972
Additions	添置	6,879	2,942	10,443	618	3,606	24,488	14,675
Deficit on revaluation	重估虧損	-	-	-	-	-	-	(26,949)
Disposals	出售	-	-	(3,058)	(6)	(347)	(3,411)	(58,141)
End of year	年底	132,029	40,229	253,619	19,040	34,717	479,634	458,557
Representing –	代表 –							
At cost	成本	6,879	40,229	253,619	19,040	34,717	354,484	333,407
At professional valuation in March 2002	於二零零二年三月之 專業估值	125,150	-	-	-	-	125,150	125,150
		132,029	40,229	253,619	19,040	34,717	479,634	458,557
Accumulated depreciation	累積折舊							
Beginning of year	年初	-	10,821	169,378	15,350	26,241	221,790	243,340
Provision for the year	年度折舊	3,187	3,815	19,617	1,184	4,252	32,055	34,011
Deficit on revaluation	重估虧損	-	-	-	-	-	-	(15,017)
Disposals	出售	-	-	(3,058)	(6)	(342)	(3,406)	(40,544)
End of year	年底	3,187	14,636	185,937	16,528	30,151	250,439	221,790
Net book value	帳面淨值							
End of year	年底	128,842	25,593	67,682	2,512	4,566	229,195	236,767
Beginning of year	年初	125,150	26,466	76,856	3,078	5,217	236,767	285,632



13. FIXED ASSETS (Cont'd)

(b) Land and buildings:

The geographical location and tenure of title of land and buildings are analysed as follows:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Hong Kong – medium-term leases	香港 – 中期租約	8,395	8,650
Mainland China – medium-term leases	中國 – 中期租約	120,447	116,500
		128,842	125,150

Land and buildings located in Hong Kong are held under medium-term leases. Land and buildings located in Mainland China are held under land use rights of 45 to 50 years expiring in April 2043 to October 2046.

Land and buildings with a net book value of approximately HK\$122,123,000 (2002: HK\$125,150,000) were stated at open market value on 31 March 2002 as determined by FPD Savills, independent qualified valuers. Had those land and buildings been carried at cost less accumulated depreciation, their net book value as at 31 March 2003 would have been approximately HK\$92,925,000 (2002: HK\$95,299,000).

Certain land and buildings in Mainland China with a net book value of approximately HK\$17,225,000 (2002: HK\$31,029,000) are mortgaged as collateral for the Group's banking facilities (see Note 32).

13. 固定資產 (續)

(b) 土地及樓宇：

土地及樓宇之地區及使用權限分析如下：

在香港之土地及樓宇乃根據中期租約而持有。在中國之土地及樓宇乃根據為期四十五至五十年(即延至二零四三年四月止及二零四六年十月止)之土地使用權而持有。

帳面淨值約122,123,000港元(二零零二年：125,150,000港元)之土地及樓宇以合資格獨立估價師—第一太平戴維斯於二零零二年三月三十一日所確定之公開市值列帳。假若該些土地及樓宇乃按成本值扣除累積折舊入帳，該些土地及樓宇於二零零三年三月三十一日之淨值約92,925,000港元(二零零二年：95,299,000港元)。

位於中國之若干土地及樓宇，其帳面淨值約17,225,000港元(二零零二年：31,029,000港元)，已按契作為銀行融資之抵押(見附註32)。



13 FIXED ASSETS (Cont'd)

(c) Machinery:

Certain machinery included in Note 13(a) above is held under finance leases. Details of these assets are as follows:

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Cost	成本	50,922	72,094
Less: Accumulated depreciation	減：累積折舊	(26,248)	(29,376)
Net book value	帳面淨值	24,674	42,718
Depreciation for the year	本年度折舊	7,074	9,194

14. INVESTMENT IN SUBSIDIARIES

The outstanding balances with subsidiaries are unsecured, non-interest bearing and not repayable within one year.

The underlying value of the investment in subsidiaries is, in the opinion of the Company's Directors, not less than the carrying value as at 31 March 2003.

13. 固定資產 (續)

(c) 機器：

若干包括在附註13(a)之機器乃按融資租賃購入。該等機器之詳情如下：

14. 於附屬公司之投資

附屬公司之尚未償還款項並無抵押，不計利息，並於一年內不用償還。

本公司董事認為於附屬公司之投資實際價值不低於二零零三年三月三十一日之帳面值。



14. INVESTMENT IN SUBSIDIARIES (Cont'd)

Details of the subsidiaries are:

14. 於附屬公司之投資 (續)

附屬公司之詳情：

Name 名稱	Place of incorporation/ operations 註冊成立/ 經營地點	Issued and fully paid share capital 已發行及已繳足股本	Percentage of equity interest attributable to the Group (i) 所持股本權益 百分比(i)	Principal activities 主要業務
Karrie International (B.V.I.) Limited	The British Virgin Islands 英屬處女群島	Ordinary US\$100 普通股 100美元	100%	Investment holding 投資控股
Castfast Industrial Company Limited 嘉輝塑膠五金有限公司	Hong Kong 香港	Ordinary HK\$100 普通股 100港元 Non-voting deferred (ii) HK\$990,200 無投票權遞延股(ii) 990,200港元	100% -	Plastic injection moulding operations 塑膠注模
Castfast Industrial (Yan Tien) Limited 雁田嘉輝塑膠五金廠 有限公司	Hong Kong/ Mainland China 香港/中國	Ordinary HK\$100 普通股 100港元 Non-voting deferred (ii) HK\$10,000 無投票權遞延股(ii) 10,000港元	100% -	Manufacture of computer casings, office automation products, video cassette housings, moulds and plastic and metal parts and provision of electronic manufacturing services, property holding and investment holding 製造電腦外殼、辦公室文儀產品、錄影帶 外殼、模具及塑膠與金屬部件；提供電 子專業代工服務；持有物業及投資控股
Castfast Magnetics Moulding Limited 嘉輝磁電工模廠 有限公司	Hong Kong 香港	Ordinary HK\$10 普通股 10港元 Non-voting deferred (ii) HK\$30,000 無投票權遞延股(ii) 30,000港元	100% -	Manufacture of plastic injection moulds and metal stamping dies 製造注塑模具及金屬沖壓模具



14. INVESTMENT IN SUBSIDIARIES (Cont'd)

14. 於附屬公司之投資 (續)

Name 名稱	Place of incorporation/ operations 註冊成立/ 經營地點	Issued and fully paid share capital 已發行及已繳足股本	Percentage of equity interest attributable to the Group (i) 所持股本權益 百分比(i)	Principal activities 主要業務
Dongguan Yanxun Electronics Company Limited (iii) 東莞雁訊電子 有限公司(iii)	Mainland China 中國	Registered capital HK\$4,500,000 註冊資本 4,500,000港元	85%	Manufacture of computer casings, video cassette housings, office automation products and plastic and metal parts 製造電腦外殼、錄影帶外殼、 辦公室文儀產品、及塑膠及金屬部件
Hong Kong Hung Hing Metal Manufacturing Company Limited 香港雄興金屬製品 有限公司	Hong Kong 香港	Ordinary HK\$100 普通股 100港元 Non-voting deferred (ii) HK\$250,000 無投票權遞延股(ii) 250,000港元	100% -	Manufacture and sale of metal parts; and design of switching power supplies 製造及銷售金屬部件；及設計電源開關
Karrie Industrial Company Limited 嘉利產品有限公司	Hong Kong 香港	Ordinary HK\$1,000 普通股 1,000港元 Non-voting deferred (ii) HK\$5,000,000 無投票權遞延股(ii) 5,000,000港元	100% -	Manufacture and sale of video cassette housings, sale of computer casings and office automation products, plastic and metal parts, metal stamping dies, plastic injection moulds and provision of electronic manufacturing services 製造及銷售錄影帶外殼；銷售電腦外殼、 辦公室文儀產品、塑膠及金屬部件、 金屬沖壓模具、塑膠注模及提供電子 專業代工服務
Karpo Technologies Limited 嘉寶科技有限公司	Hong Kong 香港	Ordinary HK\$1,000 普通股 1,000港元 Non-voting deferred (ii) HK\$1,000,000 無投票權遞延股(ii) 1,000,000港元	100% -	Inactive 暫無營業



14. INVESTMENT IN SUBSIDIARIES (Cont'd)

14. 於附屬公司之投資 (續)

Name 名稱	Place of incorporation/ operations 註冊成立/ 經營地點	Issued and fully paid share capital 已發行及已繳足股本	Percentage of equity interest attributable to the Group (i) 所持股本權益 百分比(i)	Principal activities 主要業務
Karrie Industrial Holdings Limited	Hong Kong 香港	Ordinary HK\$10 普通股 10港元 Non-voting deferred (ii) HK\$2 無投票權遞延股(ii) 2港元	100% -	Inactive 暫無營業
Karrie (Video) Industrial Company Limited 嘉利工業有限公司	Hong Kong 香港	Ordinary HK\$1,000 普通股 1,000港元 Non-voting deferred (ii) HK\$1,000,000 無投票權遞延股(ii) 1,000,000港元	100% -	Inactive 暫無營業
Karwin Engineering Company Limited 嘉運機械工程有限公司	Hong Kong 香港	Ordinary HK\$10 普通股 10港元 Non-voting deferred (ii) HK\$100 無投票權遞延股(ii) 100港元	100% -	Design, manufacture and sale of computer casings, office automation products; manufacture and sale of plastic and metal parts, metal stamping dies, plastic injection moulds and provision of electronic manufacturing services 設計、製造及銷售電腦外殼及辦公室文儀 產品；製造及銷售塑膠及金屬部件、金 屬沖壓模具、塑膠注模及提供電子專業 代工服務
Karwin Technologies Incorporation	The United States of America 美國	Ordinary US\$100 普通股 100美元	100%	Provision of consultancy services to group companies 提供顧問服務予本集團公司



14. INVESTMENT IN SUBSIDIARIES (Cont'd)

14. 於附屬公司之投資 (續)

Name 名稱	Place of incorporation/ operations 註冊成立/ 經營地點	Issued and fully paid share capital 已發行及已繳足股本	Percentage of equity interest attributable to the Group (i) 所持股本權益 百分比(i)	Principal activities 主要業務
Kings Horse Investment Limited 勁馬投資有限公司	Hong Kong 香港	Ordinary HK\$10 普通股 10港元 Non-voting deferred (ii) HK\$10,000 無投票權遞延股(ii) 10,000港元	100% -	Property holding 持有物業
Kwong Hing Computer Metallic Components Limited 廣興電腦金屬配件 有限公司	Hong Kong 香港	Ordinary HK\$100 普通股 100港元 Non-voting deferred (ii) HK\$1,250,010 無投票權遞延股(ii) 1,250,010港元	100% -	Inactive 暫無營業
Karrie Technologies Company Limited 嘉利環球科技有限公司	Hong Kong 香港	Ordinary HK\$30,000,000 普通股 30,000,000港元	100%	Provision of electronic manufacturing services 提供電子專業代工服務
Kings Dragon Investment (HK) Limited 勁龍投資香港有限公司	Hong Kong 香港	Ordinary HK\$2 普通股 2港元	100%	Investment 投資
Karrie Logistics Company Limited 嘉利物流有限公司	Hong Kong 香港	Ordinary HK\$2 普通股 2港元	100%	Inactive 暫無營業



14. INVESTMENT IN SUBSIDIARIES (Cont'd)

Notes:

- (i) The shares of Karrie International (B.V.I.) Limited are held directly by the Company. The shares of other subsidiaries are held indirectly.
- (ii) The non-voting deferred shares are not owned by the Group. These shares have no voting rights, are not entitled to dividends, and are not entitled to distributions upon winding up unless a sum of HK\$200,000,000,000 has been distributed by the relevant companies to holders of the ordinary shares.
- (iii) Dongguan Yanxun Electronics Company Limited ("DYECL") is a co-operative joint venture established in Mainland China to be operated for 12 years up to May 2007. Pursuant to an agreement dated 24 October 1995, the Mainland China joint venture partner of DYECL has agreed to waive its entitlement to share in the profit of DYECL in return for a pre-determined annual fee.

None of the subsidiaries had any loan capital in issue at any time during the year ended 31 March 2003.

15. INVESTMENT IN AN ASSOCIATE**14. 於附屬公司之投資 (續)**

附註：

- (i) Karrie International (B.V.I.) Limited 之股份乃本公司直接持有。其他附屬公司之股份乃本公司間接持有。
- (ii) 無投票權遞延股份並非由本集團所擁有。這些股份並無投票權，亦無權分享股息。除非相關公司在清盤時向其普通股股東派發之總額超過200,000,000,000港元；否則該等股份無權分享任何分派。
- (iii) 東莞雁訊電子有限公司〔「東莞雁訊」〕及於中國成立之合資企業，其合營期為十二年，於二零零七年五月屆滿。根據於一九九五年十月二十四日簽定之協議，東莞雁訊之中方合夥人同意放棄其分享東莞雁訊溢利之權益，以換取一項預定之年費。

於截至二零零三年三月三十一日止年度內各附屬公司均無任何已發行之借貸資本。

15. 於聯營公司之投資

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Share of net assets	所佔資產淨值	6,000	-



15. INVESTMENT IN AN ASSOCIATE (Cont'd)

In the opinion of the Company's Directors, the underlying value of the investment in an associate is not less than the carrying value as at 31 March 2003.

Details of the associate are:

Name 名稱	Place of incorporation/ operations 註冊成立/ 經營地點	Issued and fully paid share capital 已發行及 已繳足股本	Percentage of equity interest attributable to the Group 本集團所持股本 權益百分比	Principal activities 主要業務
NEC Nagano Karrie Electronics Limited 長野日本電氣嘉利 電子有限公司	Hong Kong 香港	Ordinary HK\$20,000,000 普通股 20,000,000港元	30%	Inactive 暫無營業

15. 於聯營公司之投資 (續)

本公司董事認為於聯營公司投資價值不少於其於二零零三年三月三十一日之帳面價值。

聯營公司之詳情：

16. INVENTORIES**16. 存貨**

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Raw materials	原材料	72,387	68,922
Work-in-progress	半製成品	15,998	22,543
Finished goods	已完成貨品	85,320	54,483
		173,705	145,948
Less: General provision for obsolete and slow-moving inventories	減：一般陳舊及滯銷 存貨準備	(17,401)	(23,101)
		156,304	122,847

As at 31 March 2003 and 2002, all inventories were carried at net realisable value.

於二零零三年及二零零二年三月三十一日之所有存貨皆以變現淨值列帳。



17. TRADE RECEIVABLE

The Group grants credit periods ranging from 30 to 90 days. Aging analysis of trade receivable is as follows:

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
0 to 90 days	0至90日	269,922	210,492
91 to 180 days	91至180日	1,792	2,007
181 to 365 days	181至365日	1,528	289
		273,242	212,788
Less: Trade receivable factored, with recourse	減：有追索權之 已讓售貿易應收帳款	-	(5,200)
		273,242	207,588
Less: Provision for bad and doubtful debts	減：呆壞帳 準備	(6,047)	(6,047)
		267,195	201,541

18. CASH AND BANK DEPOSITS

Included in the Group's cash and bank deposits were deposits with banks in Mainland China, totaling approximately HK\$12,627,000 (2002: HK\$5,756,000) equivalent, the repatriation of which is subject to foreign exchange control regulations of Mainland China.

17. 貿易應收帳款

本集團給予客戶之數期由30至90日，貿易應收帳款齡分析如下：

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
0 to 90 days	0至90日	269,922	210,492
91 to 180 days	91至180日	1,792	2,007
181 to 365 days	181至365日	1,528	289
		273,242	212,788
Less: Trade receivable factored, with recourse	減：有追索權之 已讓售貿易應收帳款	-	(5,200)
		273,242	207,588
Less: Provision for bad and doubtful debts	減：呆壞帳 準備	(6,047)	(6,047)
		267,195	201,541

18. 現金及銀行存款

包括於本集團之現金及銀行存款中有合共相等於約12,627,000港元(二零零二年：5,756,000港元)之款項存放於中國境內之銀行，該些銀行存款受制於中國之外匯管制。



19. SHORT-TERM BANK BORROWINGS

19. 短期銀行借貸

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Bank overdrafts	銀行透支	175	4,336
Trust receipts bank loans	信託收據銀行貸款	95,218	72,737
Short-term bank loans	短期銀行貸款	106,849	49,057
Current portion of long-term bank loan (Note 22)	長期銀行貸款之 即期部份 (附註22)	4,000	4,000
		206,242	130,130

Short-term bank borrowings are secured by guarantees provided by the Company and certain of its subsidiaries and certain land and buildings in Mainland China with a net book value of approximately HK\$17,225,000 (2002: HK\$31,029,000). Trust receipts bank loans are also secured by the Group's inventories released under such loans (see Note 32).

短期銀行借貸由本公司及若干附屬公司擔保；及以若干位於中國之土地及樓宇，其帳面淨值約17,225,000港元(二零零二年：31,029,000港元)作為擔保。信託收據銀行貸款亦以本集團根據該等貸款取得之存貨作抵押(見附註32)。



20. FINANCE LEASE OBLIGATIONS

20. 融資租賃責任

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Repayable within a period	須於下述期間內償還		
- not exceeding one year	— 不多於一年	5,741	12,170
- more than one year but not exceeding two years	— 一年以上但 不多於兩年	3,655	5,825
- more than two years but not exceeding five years	— 兩年以上但 不多於五年	1,377	4,908
		10,773	22,903
Less: Amounts repayable within one year included in current liabilities	減：包括於流動負債內 須於一年內支付 之款項	(5,741)	(12,170)
		5,032	10,733



20. FINANCE LEASE OBLIGATIONS (Cont'd)

The reconciliation between the total minimum lease payments and the present value of finance lease obligations is as follows:

20. 融資租賃責任 (續)

融資租賃責任之最低租金總額及變現價值之對帳表如下：

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Total minimum lease payments, repayable within a period	須於下述期間償還之最低租金總額		
- not exceeding one year	— 不多於一年	6,501	12,980
- more than one year but not exceeding two years	— 一年以上但 不多於兩年	4,061	6,261
- more than two years but not exceeding five years	— 兩年以上但 不多於五年	1,099	5,073
		11,661	24,314
Less: Interest portion of finance lease obligations	減：融資租賃責任 之利息部份	(888)	(1,411)
Total finance lease obligations, end of year	年底之融資租賃責任 總額	10,773	22,903



21. TRADE PAYABLES

21. 貿易應付帳款

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
0 to 90 days	0 至 90 日	219,621	170,848
91 to 180 days	91 至 180 日	2,700	1,610
181 to 365 days	181 至 365 日	891	503
Over 365 days	365 日以上	5,941	5,519
		229,153	178,480

22. LONG-TERM BANK LOAN

22. 長期銀行貸款

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Secured bank loan repayable within a period	須於下述期間償還之有抵押 之銀行貸款		
- not exceeding one year	- 不多於一年	4,000	4,000
- more than one year but not exceeding two years	- 一年以上但 不多於兩年	7,500	4,000
- more than two years but not exceeding five years	- 兩年以上但 不多於五年	-	7,500
		11,500	15,500
Less: Amount due within one year included in current liabilities (Note 19)	減：流動負債中一年內 到期之金額 (附註19)	(4,000)	(4,000)
		7,500	11,500



22. LONG-TERM BANK LOAN (Cont'd)

The bank loan bears interest at HIBOR plus a certain percentage as agreed with bank (2002: HIBOR plus a certain percentage as agreed with bank) and is secured by the corporate guarantee given by the Company and certain of its subsidiaries (see Note 32).

23. PROVISION FOR LONG SERVICE PAYMENTS

Provision for long service payments represents the Group's obligations of long service payments to its employees in Hong Kong on cessation of employment in certain circumstances under the Hong Kong Employment Ordinance.

24. DEFERRED TAXATION**22. 長期銀行貸款** (續)

該項銀行貸款年息以銀行同業拆息利率加經銀行同意之若干百分點(二零零二年：銀行同業拆息利率加經銀行同意之若干百分點)計算，及以本公司及其若干附屬公司作擔保(見附註 32)。

23. 長期服務金之準備

長期服務金之準備代表本集團對於香港僱員根據香港《僱傭條例》在若干情況下終止聘用而支付之長期服務金所衍生之負債淨額。

24. 遞延稅項

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Beginning of year	年初	11,094	6,775
Provision made (Note 7)	提取準備(附註7)	720	4,319
End of year	年底	11,814	11,094

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Beginning of year	年初	5,197	4,949
(Write-back of)/Provision for net timing differences	時差淨額 (撥回)/準備	(1,124)	248
End of year	年底	4,073	5,197



24. DEFERRED TAXATION (Cont'd)

Deferred taxation represents the taxation effect of the following timing differences:

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Accelerated depreciation allowances of fixed assets	固定資產之 加速折舊	4,073	5,305
Tax loss	稅項虧損	-	(108)
		4,073	5,197

There were no significant unprovided deferred tax liabilities as at 31 March 2003. No deferred taxation on revaluation surpluses of land and buildings (see Note 27) has been provided because the revaluation does not constitute a timing difference as the Group intends to hold the related land and buildings for the long-term.

24. 遞延稅項 (續)

遞延稅項代表以下時差之稅務影響：

		Group 本集團	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Accelerated depreciation allowances of fixed assets	固定資產之 加速折舊	4,073	5,305
Tax loss	稅項虧損	-	(108)
		4,073	5,197

本集團於二零零三年三月三十一日並沒有重要的遞延稅項未作出準備。土地及樓宇重估所得之盈餘(見附註 27)並無作出遞延稅項準備，因為本集團以該些土地及樓宇作長期投資之用，故該等重估並不會構成時差。

25. SHARE CAPITAL

		2003 二零零三年		2002 二零零二年	
		Number of shares 股份數目 '000 千	Nominal value 面值 HK\$'000 千港元	Number of shares 股份數目 '000 千	Nominal value 面值 HK\$'000 千港元
<i>Authorised:</i> Ordinary shares of HK\$0.1 each	法定股本： 普通股每股面值10港仙	800,000	80,000	800,000	80,000
<i>Issued and fully paid:</i> Ordinary shares of HK\$0.1 each	已發行及已繳足股本： 普通股每股面值10港仙				
Beginning of year	年初	376,936	37,694	373,736	37,374
Issued upon exercise of share options (Note 26)	由於行使購股權而發行之 股份(附註 26)	4,560	456	3,200	320
End of year	年底	381,496	38,150	376,936	37,694



26. SHARE OPTIONS

With effect from May 2002, the Company has adopted a new share option scheme, under which it may grant options to employees of the Group (including executive directors of the Company) and other third parties (as stipulated in the agreement of the Share Option Scheme as dated 21 May 2002) to subscribe for share in the Company, subject to a maximum of 30% of the nominal value of the issued share capital of the Company from time to time excluding for this purpose any shares issued on the exercise of options. The exercise price will be determined by the Company's board of directors and shall at least be the highest of (i) the closing price of the Company's shares on the date of grant of the options, (ii) an average closing price of the Company's shares for the five trading days immediately preceding the date of grant of the options, and (iii) the nominal value of the Company's shares of HK\$0.1 each. As at 31 March 2003, options have been granted to employees and executive directors of the Company. All options granted under the old share option scheme will continue to be valid and exercisable in accordance with the rules of the old share option scheme.

26. 購股權

本公司於二零零二年五月採用一項新購股權計劃，可據此向本集團之員工(包括本公司之執行董事)及第三者(於二零零二年五月二十一日之購股權計劃之規定)授出購股權以便認購本公司之股份，惟最多以本公司當時已發行股本面值(不包括因行使購股權而發行之股份)30%為限。該購權行使價將由本公司之董事會釐定，以(i)本公司股份於購股權授予日之收市價；(ii)緊接授予購股權日前五個交易日本公司股份之平均收市價；或(iii)本公司股份之面值每股10港仙，三者以較高者為準。本公司於二零零三年三月三十一日已授出購股權與本公司之員工及行政董事。所有依照舊購股權計劃所授予之購股權皆繼續有效行使。



26. SHARE OPTIONS (Cont'd)

Details of share options under the old and new share option schemes during the year ended 31 March 2003 were:

(i) Old share option scheme**26. 購股權** (續)

於二零零三年三月三十一日止年度內新舊購股權計劃下購股權之詳情：

(i) 舊購股權計劃

Date of grant 授出日期	Exercise period 行使期限	Subscription price 認股價格 HK\$ 港元	Beginning of year 年初 '000 千	Number of share options 購股權數目			End of year 年底 '000 千
				Granted during the year 本年度已授出 '000 千	Exercised during the year 本年度已行使 '000 千	Lapsed as a result of termination of employment 由於終止聘用而作廢 '000 千	
19 June 1999 一九九九年 六月十九日	19 June 1999 to 30 November 2006 一九九九年 六月十九日至 二零零六年 十一月三十日	0.335	12,500	-	-	-	12,500
20 September 2000 二零零零年 九月二十日	20 September 2000 to 30 November 2006 二零零零年 九月二十日至 二零零六年 十一月三十日	0.300	5,000	-	(2,480)	-	2,520
			17,500	-	(2,480)	-	15,020



26. SHARE OPTIONS (Cont'd)

(ii) New share option scheme

26. 購股權 (續)

(ii) 新購股權計劃

Date of grant 授出日期	Exercise period 行使期限	Subscription price 認股價格 HK\$ 港元	Beginning of year 年初 '000 千	Number of share options 購股權數目			End of year 年底 '000 千
				Granted during the year 本年度已授出 '000 千	Exercised during the year 本年度已行使 '000 千	Lapsed as a result of termination of employment 由於終止 聘用而作廢 '000 千	
22 May 2002 二零零二年 五月二十二日	22 May 2002 to 21 May 2012 二零零二年五月 二十二日至 二零一二年 五月三十一日	1.300	-	9,000	(1,830)	-	7,170
1 November 2002 二零零二年 十一月一日	1 January 2003 to 31 December 2012 二零零三年 一月一日至 二零一二年 十二月三十一日	1.650	-	10,200	(250)	-	9,950
			-	19,200	(2,080)	-	17,120



27. RESERVES

27. 儲備

Group	本集團	Share	Capital	Capital	Contributed	Fixed assets	Retained	Proposed	Total
		premium	reserve	redemption reserve	surplus	revaluation reserve	profit	dividends	
		股份溢價	資本儲備	贖回儲備	繳入盈餘	估儲備	保留溢利	擬派股息	合共
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
As at 1 April 2001	於二零零一年 四月一日	56,168	5,900	449	-	44,165	175,047	37,374	319,103
Deficit on revaluation of land and buildings	土地及樓宇物業 重估之虧損	-	-	-	-	(11,932)	-	-	(11,932)
Premium arising from issue of shares upon exercise of employee share options	行使員工購股權 而發行股份 所產生之溢價	675	-	-	-	-	-	-	675
Profit attributable to shareholders	股東應佔 溢利	-	-	-	-	-	81,645	-	81,645
Proposed dividends	擬派股息								
- interim and special dividends	- 中期及特別股息	-	-	-	-	-	(37,564)	37,564	-
- final and special dividends	- 末期及特別股息	-	-	-	-	-	(75,387)	75,387	-
Dividends paid	已派股息	-	-	-	-	-	-	(74,938)	(74,938)
As at 31 March 2002	於二零零二年 三月三十一日	56,843	5,900	449	-	32,233	143,741	75,387	314,553
Premium arising from issue of shares upon exercise of share options	行使購股權 而發行股份 所產生之溢價	3,080	-	-	-	-	-	-	3,080
Profit attributable to shareholders	股東應佔 溢利	-	-	-	-	-	121,043	-	121,043
Proposed dividends	擬派股息								
- interim dividends	- 中期股息	-	-	-	-	-	(30,922)	30,922	-
- final and special dividends	- 末期及特別股息	-	-	-	-	-	(61,039)	61,039	-
Dividends paid	已派股息	-	-	-	-	-	-	(106,309)	(106,309)
As at 31 March 2003	於二零零三年 三月三十一日	59,923	5,900	449	-	32,233	172,823	61,039	332,367
Representing:	代表：								
Company and subsidiaries	本公司及附屬公司	59,923	5,900	449	-	32,233	172,823	61,039	332,367
Associate	聯營公司	-	-	-	-	-	-	-	-
		59,923	5,900	449	-	32,233	172,823	61,039	332,367

27. RESERVES (Cont'd)

27. 儲備 (續)

Company		Share premium	Capital reserve	Capital redemption reserve	Contributed surplus	Fixed assets revaluation reserve	Retained profit	Proposed dividends	Total
		股份溢價	資本儲備	贖回儲備	繳入盈餘	固定資產重估儲備	保留溢利	擬派股息	合共
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
Company	本公司								
As at 1 April 2001	於二零零一年四月一日	56,168	-	449	193,185	-	2,901	37,374	290,077
Premium arising from issue of shares upon exercise of employee share options	行使員工購股權而發行股份所產生之溢價	675	-	-	-	-	-	-	675
Profit attributable to shareholders	股東應佔溢利	-	-	-	-	-	112,877	-	112,877
Proposed dividends	擬派股息								
- interim and special dividends	- 中期及特別股息	-	-	-	-	-	(37,564)	37,564	-
- final and special dividends	- 末期及特別股息	-	-	-	-	-	(75,387)	75,387	-
Dividends paid	已派股息	-	-	-	-	-	-	(74,938)	(74,938)
As at 31 March 2002	於二零零二年三月三十一日	56,843	-	449	193,185	-	2,827	75,387	328,691
Premium arising from issue of shares upon exercise of share options	行使購股權而發行股份所產生之溢價	3,080	-	-	-	-	-	-	3,080
Profit attributable to shareholders	股東應佔溢利	-	-	-	-	-	150,234	-	150,234
Proposed dividends	擬派股息								
- interim dividends	- 中期股息	-	-	-	-	-	(30,922)	30,922	-
- final and special dividends	- 末期及特別股息	-	-	-	-	-	(61,039)	61,039	-
Dividends paid	已派股息	-	-	-	-	-	-	(106,309)	(106,309)
As at 31 March 2003	於二零零三年三月三十一日	59,923	-	449	193,185	-	61,100	61,039	375,696

Under The Companies Act 1981 of Bermuda (as amended), contributed surplus is distributable to shareholders, subject to the condition that the Company cannot declare or pay a dividend, or make a distribution out of contributed surplus if (i) it is, or would after the payment be, unable to pay its liabilities as they become due, or (ii) the realisable value of its assets would thereby be less than the aggregate of its liabilities and its issued share capital and share premium account.

根據百慕達一九八一年公司法(修定)，繳入盈餘可供分派予股東，但如果本公司在宣佈或支付股息或從繳入盈餘作出分派後，(i)本公司不能支付到期負債，或(ii)其資產的可變現價值將會因而少於其債項及其已發行股本以及股份溢價的合計總額，則本公司不可作出上述的宣佈、支付或分派。



28. CONSOLIDATED CASH FLOW STATEMENT

28. 綜合現金流量表

(a) Reconciliation of profit from operations to net cash inflow from operations:

(a) 經營溢利與經營活動之現金流入淨額之對帳表：

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Operating profit	經營溢利	143,475	94,682
Depreciation of fixed assets	固定資產折舊	32,055	34,011
Net (gain)/loss on disposal/write off of fixed assets	出售／撇除固定資產之 (收益)／虧損淨額	(473)	11,714
Interest income	利息收入	(3,101)	(4,095)
Operating profit before working capital changes	營運資金變動前 之經營溢利	171,956	136,312
(Increase)/decrease in inventories	存貨之(增加)／減少	(33,457)	9,103
Increase in trade receivable	貿易應收帳款之增加	(65,654)	(42,097)
(Increase)/decrease in prepayments, deposits and other current assets	預付款、按金 及其他流動資產之(增加)／減少	(15,885)	6,507
Increase in trade payables	應付帳款之增加	50,673	54,562
Increase in accruals and other payables	應計費用及其他應付帳款之增加	11,998	27,698
(Decrease)/increase in receipts in advance	預收帳款之(減少)／ 增加	(1,049)	1,375
Increase in provision for long service payments	長期服務金之準備 之增加	720	4,319
Net cash inflow generated from operations	經營活動之現金流入 淨額	119,302	197,779



28. CONSOLIDATED CASH FLOW STATEMENT (Cont'd)

(b) Analysis of changes in financing during the year is as follows:

28. 綜合現金流量表(續)

(b) 年內融資項目變動分析如下：

		Share capital and share premium 股本及 股份溢價 HK\$'000 千港元	Short-term bank loans 短期 銀行借貸 HK\$'000 千港元	Long-term bank loan 長期 銀行借貸 HK\$'000 千港元	Finance lease obligations 融資 租賃責任 HK\$'000 千港元	Total 合共 HK\$'000 千港元
31 March 2001	二零零一年 三月三十一日	93,542	104,415	16,700	20,950	235,607
Exercise of employee share options	行使員工 購股權	995	-	-	-	995
New bank loans	新銀行借貸	-	121,794	-	-	121,794
Repayment of bank loans	償還銀行借貸	-	(104,415)	(1,200)	-	(105,615)
New finance lease obligations	新融資租賃責任	-	-	-	13,834	13,834
Repayment of capital element of finance lease obligations	償還融資租賃責任 之本金部份	-	-	-	(11,881)	(11,881)
31 March 2002	二零零二年 三月三十一日	94,537	121,794	15,500	22,903	254,734
Exercise of share options	行使購股權	3,536	-	-	-	3,536
New bank loans	新銀行借貸	-	578,619	-	-	578,619
Repayment of bank loans	償還銀行借貸	-	(498,346)	(4,000)	-	(502,346)
Repayment of capital element of finance lease obligations	償還融資租賃責任 之本金部份	-	-	-	(12,130)	(12,130)
31 March 2003	二零零三年 三月三十一日	98,073	202,067	11,500	10,773	322,413



28. CONSOLIDATED CASH FLOW STATEMENT (Cont'd)**(c) Analysis of cash and cash equivalents:**

28. 綜合現金流量表 (續)

(c) 現金及現金等值物之分析：

		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Cash and bank deposits	現金及銀行存款	258,205	228,118
Bank overdrafts	銀行透支	(175)	(4,336)
		258,030	223,782

29. SEGMENT INFORMATION

In accordance with the Group's internal financial reporting, the Group has determined that major product segments be presented as the primary reporting format and geographical segments as the secondary reporting format.

29. 分部資料

依據本集團之內部財務報告，本集團決定以主要產品分部為基本報告格式及以地區分部為次要報告格式呈列。



29. SEGMENT INFORMATION (Cont'd)

(a) Primary segment

29. 分部資料 (續)

(a) 基本分部

2003
二零零三年

		Metal and plastic Business 五金塑膠業務 HK\$'000 千港元	EMS Business 電子專業 代工業務 HK\$'000 千港元	Elimination 抵銷 HK\$'000 千港元	Total 合共 HK\$'000 千港元
Turnover	營業額				
External	外部	843,623	894,356	-	1,737,979
Inter-segment	內部	75,465	-	(75,465)	-
Segment results	分部業績	98,190	36,395	-	134,585
Other revenue	其他收入				8,890
Profit from operations	經營溢利				143,475
Finance costs	財務成本				(10,401)
Taxation	稅項				(12,031)
Profit after taxation	除稅後溢利				121,043
Other information	其他資料				
Assets -	資產 -				
Segment assets	分部資產	291,455	194,530	-	485,985
Unallocated assets	未分攤資產				461,121
					947,106
Liabilities -	負債 -				
Segment liabilities	分部負債	(87,327)	(91,768)	-	(179,095)
Unallocated liabilities	未分攤負債				(397,070)
					(576,165)
Capital expenditures	資本費用	15,218	9,270	-	24,488
Depreciation	折舊	21,844	10,211	-	32,055

29. SEGMENT INFORMATION (Cont'd)

29. 分部資料 (續)

(a) Primary segment (Cont'd)

(a) 基本分部 (續)

2002
二零零二年

		Metal and plastic Business 五金塑膠業務 HK\$'000 千港元	EMS Business 電子專業 代工業務 HK\$'000 千港元	Elimination 抵銷 HK\$'000 千港元	Total 合共 HK\$'000 千港元
Turnover	營業額				
External	外部	768,046	388,216	-	1,156,262
Inter-segment	內部	30,367	-	(30,367)	-
Segment results	分部業績	72,008	12,446	-	84,454
Other revenue	其他收入				10,228
Profit from operations	經營溢利				94,682
Finance costs	財務成本				(9,244)
Taxation	稅項				(3,793)
Profit after taxation	除稅後溢利				81,645
Other information	其他資料				
Assets -	資產 -				
Segment assets	分部資產	262,627	166,676	-	429,303
Unallocated assets	未分攤資產				374,965
					804,268
Liabilities -	負債 -				
Segment liabilities	分部負債	(55,190)	(104,749)	-	(159,939)
Unallocated liabilities	未分攤負債				(291,658)
					(451,597)
Capital expenditures	資本費用	9,889	4,786	-	14,675
Depreciation	折舊	24,411	9,600	-	34,011



29 SEGMENT INFORMATION (Cont'd)

(b) Secondary segment

29. 分部資料 (續)

(b) 次要分部

2003
二零零三年

		Asia (excluding Japan) 亞洲 (不包日本)	North America 北美洲	Western Europe 西歐	Elimination 抵銷	Total 合共
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Turnover	營業額					
External	外部	186,783	610,529	254,061	686,606	-
Inter-segment	內部	-	53,334	-	-	(53,334)
Segment results	分部業績	19,786	38,974	21,828	53,997	-
Assets	資產	-	922,923	6,853	17,330	-
Capital expenditures	資本費用	-	24,488	-	-	-

2002
二零零二年

		Asia (excluding Japan) 亞洲 (不包日本)	North America 北美洲	Western Europe 西歐	Elimination 抵銷	Total 合共
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Turnover	營業額					
External	外部	305,257	212,262	195,474	443,269	-
Inter-segment	內部	-	25,261	-	-	(25,261)
Segment results	分部業績	23,142	23,888	9,880	27,544	-
Assets	資產	-	783,950	8,578	11,740	-
Capital expenditures	資本費用	-	14,675	-	-	-



30. COMMITMENTS AND CONTINGENT LIABILITIES

The Group and the Company had the following significant commitments and contingent liabilities which were not provided in the accounts:

(a) Capital commitments

The Group had the following authorised and contracted capital commitments:

30. 承擔及或然負債

本集團及本公司有以下未有在本帳目計提準備之重要承擔及或然負債：

(a) 資本承擔

本集團有以下已受權及簽約之資本承擔：

		Group 本集團		Company 本公司	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元	2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Construction of factory premises in Mainland China	於中國興建 廠房樓宇	-	4,002	-	-
Purchase of fixed assets	購買機器	14,751	1,075	-	-
		14,751	5,077	-	-



30. COMMITMENTS AND CONTINGENT LIABILITIES*(Cont'd)***(b) Operating lease commitments**

The Group had lease commitments in respect of rented premises under various non-cancellable operating lease agreements extending to October 2047. The total commitments payable are analysed as follows:

		Group 本集團		Company 本公司	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元	2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Amounts payable	應付金額				
- within one year	- 一年內	2,674	3,256	-	-
- more than one year but not exceeding five years	- 多過一年但不超過五年	2,171	3,037	-	-
- over five years	- 五年以上	19,817	20,396	-	-
		24,662	26,689	-	-

(c) Other commitments

Pursuant to an agreement dated 24 October 1995, the Mainland China joint venture partner of Dongguan Yanxun Electronics Company Limited ("DYECL") waived its entitlement to share in the profit of DYECL in return for a pre-determined annual fee from 1 November 1996 to 24 May 2007. As at 31 March 2003, the Group's commitment in respect of the annual fee payable to the Mainland China joint venture partner amounted to approximately HK\$1,101,000 (2002: HK\$1,334,000).

30. 承擔及或然負債 (續)**(b) 經營租賃承擔**

本集團有多項期限至二零四七年十月關於房地產租賃之不可撤銷之經營租賃協議。總承擔分析如下：

		Group 本集團		Company 本公司	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元	2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Amounts payable	應付金額				
- within one year	- 一年內	2,674	3,256	-	-
- more than one year but not exceeding five years	- 多過一年但不超過五年	2,171	3,037	-	-
- over five years	- 五年以上	19,817	20,396	-	-
		24,662	26,689	-	-

(c) 其他承擔

根據一份於一九九五年十月二十四日簽定之協議，由一九九六年十一月一日至二零零七年五月二十四日，東莞雁訊電子有限公司(「東莞雁訊」)之合夥人放棄分享東莞雁訊溢利之權益，以換取一項預定之年費，於二零零三年三月三十一日，本集團就應付予東莞雁訊之合夥人之年費承擔約為1,101,000港元(二零零二年：1,334,000港元)。



30. COMMITMENTS AND CONTINGENT LIABILITIES

(Cont'd)

(d) Contingent liabilities

		Group 本集團		Company 本公司	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元	2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Trade receivable factored, with recourse	有追索權之已讓售貿易應收帳款	-	5,200	-	-
Shipping guarantees	船務擔保	1,753	772	-	-
Guarantees provided by the Company in respect of banking facilities of its subsidiaries	就若干附屬公司所獲銀行融資而提供之公司擔保	-	-	413,868	154,876
		1,753	5,972	413,868	154,876

31. RETIREMENT BENEFITS

Since 1 December 2000, the Group has arranged for its Hong Kong employees to join the Mandatory Provident Fund Scheme ("the MPF Scheme"), a defined contribution scheme managed by an independent trustee. Under the MPF Scheme, each of the Group and its employees makes monthly contributions to the scheme at 5% of the employees' earnings as defined under the Mandatory Provident Fund legislation. Both the Group's and the employees' contributions are subject to a cap of HK\$1,000 per month and thereafter contributions are voluntary.

30. 承擔及或然負債 (續)**(d) 或然負債**

		Group 本集團		Company 本公司	
		2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元	2003 二零零三年 HK\$'000 千港元	2002 二零零二年 HK\$'000 千港元
Trade receivable factored, with recourse	有追索權之已讓售貿易應收帳款	-	5,200	-	-
Shipping guarantees	船務擔保	1,753	772	-	-
Guarantees provided by the Company in respect of banking facilities of its subsidiaries	就若干附屬公司所獲銀行融資而提供之公司擔保	-	-	413,868	154,876
		1,753	5,972	413,868	154,876

31. 退休金福利

自二零零零年十二月一日起，本集團安排香港僱員參與強制性公積金計劃（「強積金計劃」）。強積金計劃屬於定額供款計劃，由獨立授託人管理。根據強積金計劃，本集團及僱員每月均按有關僱員之盈利（定義見強制性公積金法例）5%對該計劃作出供款。僱主與僱員之每月供款以1,000港元為上限，其後之供款則屬自願性質。



31. RETIREMENT BENEFITS (Cont'd)

As stipulated by rules and regulations in Mainland China, the Group contributes to state-sponsored retirement plans for its employees in Mainland China. The Group contributes approximately 11% (2002: 11%) of the basic salaries of its employees, and has no further obligations for the actual payment of pensions or post-retirement benefits beyond the annual contributions. The state-sponsored retirement plans are responsible for the entire pension obligations payable to retired employees.

During the year ended 31 March 2003, the aggregate amount of the Group's contributions to the aforementioned pension schemes was approximately HK\$2,699,000 (2002: HK\$2,389,000).

32. PLEDGE OF ASSETS

As at 31 March 2003, the Group's banking facilities were secured by:

- (i) mortgages over certain Group's land and buildings in Mainland China with a net book value of approximately HK\$17,225,000 (2002: HK\$31,029,000);
- (ii) certain of the Group's inventories held under trust receipts bank loan arrangements (see Note 16); and
- (iii) guarantees provided by the Company and certain of its subsidiaries.

33. ULTIMATE HOLDING COMPANY

As at 31 March 2003, the Directors consider Pearl Court Company Limited, a company incorporated in the British Virgin Islands, to be its ultimate holding company.

34. APPROVAL OF ACCOUNTS

The accounts were approved by the board of directors on 30 June 2003.

31. 退休金福利 (續)

根據中國法律規定，本集團須向為中國僱員而設置之國家資助退休計劃作出供款。本集團須就其中國僱員基本薪金約11% (二零零二年：11%) 作出供款，而對其任何實際退休金支出或退休後福利則毋須作出任何承擔。退休僱員之所有退休金支出一概由國家資助之退休計劃承擔。

在二零零三年三月三十一日止年度內本集團就上述退休計劃作出之供款約2,699,000港元 (二零零二年：2,389,000港元)。

32. 資產抵押

於二零零三年三月三十一日，本集團銀行融資之抵押為：

- (i) 本集團若干位於中國之部份土地及樓宇，其帳面淨值約17,225,000港元 (二零零二年：31,029,000港元)；
- (ii) 本集團根據信託收據銀行貸款而取得之若干存貨 (見附註16)；及
- (iii) 本公司及若干附屬公司之公司擔保。

33. 最終控股公司

於二零零三年三月三十一日，董事認為本公司之最終控股公司為英屬處女群島註冊成立之 Pearl Court Company Limited.

34. 帳目通過

本帳目已於二零零三年六月三十日由董事會通過。

