

Liquidity and Financial Resources

At 30 June 2003, the Group had general banking facilities amounted to HKD1,100,000. The facilities are secured by the certificate of deposit amounted to HKD1,000,000 which carried at fixed rate of 1.8% per annum and with a maturity of two years. The Group has the same banking facilities as at 31 December 2002.

At 30 June 2003, the Group pledged a bank deposit of approximately RMB333,000 (31.12.2002: RMB453,000) as securities for trade financing facilities granted by banks.

The Group had no long term liabilities as at 30 June 2003 and 31 December 2002.