

Balance Sheet

at 30 June 2004

| | Notes | 2004 HK\$'000 | 2003 HK\$'000 |
|--|-------|------------------|------------------|
| Non-current assets | | | |
| Tangible fixed assets | 12 | 864 | 1,302 |
| Subsidiaries | 15 | 31,420 | 31,410 |
| | | 32,284 | 32,712 |
| Current assets | | | |
| Amounts due from subsidiaries | 15 | 72,319 | 85,559 |
| Cash at securities company | | 54,000 | – |
| Cash and bank balances | | 5,456 | 87 |
| | | 131,775 | 85,646 |
| Less: current liabilities | | | |
| Bank and other borrowings | 33 | – | 5,465 |
| Trade and other payables | 24 | 2,153 | 3,065 |
| Amount due to a subsidiary | 30 | 2,285 | 2,300 |
| Convertible notes | 26 | – | 15,000 |
| | | 4,438 | 25,830 |
| Net current assets | | 127,337 | 59,816 |
| Total assets less current liabilities | | 159,621 | 92,528 |
| Non-current liabilities | | | |
| Obligations under finance leases | 25 | 215 | 667 |
| Net Assets | | 159,406 | 91,861 |
| Representing: | | | |
| Share capital | 27 | 181,627 | 45,407 |
| Reserves | 28 | (22,221) | 46,454 |
| Shareholders' funds | | 159,406 | 91,861 |

Approved by the Board of Directors on 20 October 2004

Lau Kwok Hung
Director

Lau Kwok Keung
Director

The accompanying notes form an integral part of these financial statements.