

BALANCE SHEET

At 31 March 2005

	Note	2005 HK\$'000	2004 HK\$'000
ASSETS			
Non-current assets			
Property, plant and equipment	16	131	263
Investments in subsidiaries	19	1	1
Other financial assets	22	39	3,539
		<u>171</u>	<u>3,803</u>
Current assets			
Loans to an investee company	23	4,442	–
Due from subsidiaries	24	368,070	501,578
Trade and other receivables	26	12	14
Cash and cash equivalents	27	692	3,166
		<u>373,216</u>	<u>504,758</u>
LIABILITIES			
Current liabilities			
Due to subsidiaries	24	34,682	9,897
Trade and other payables	28	5,970	4,978
Obligations under a finance lease	31	84	118
Promissory note, secured	32	39,500	77,500
Note payable, secured	33	155,000	–
Convertible note, secured	33	–	155,000
		<u>235,236</u>	<u>247,493</u>
Net current assets			
		<u>137,980</u>	<u>257,265</u>
Total assets less current liabilities			
		<u>138,151</u>	<u>261,068</u>
Non-current liabilities			
Obligations under a finance lease	31	–	84
Due to a major shareholder	35	29,943	25,355
		<u>29,943</u>	<u>25,439</u>
NET ASSETS			
		<u>108,208</u>	<u>235,629</u>
CAPITAL AND RESERVES			
Share capital	36	106,163	106,163
Reserves	37	2,045	129,466
		<u>108,208</u>	<u>235,629</u>

Approved and authorised for issue by the board of directors on 21 July 2005

LIU Xue Lin

Director

Yao Keming

Director

The notes on pages 22 to 59 form part of these financial statements.