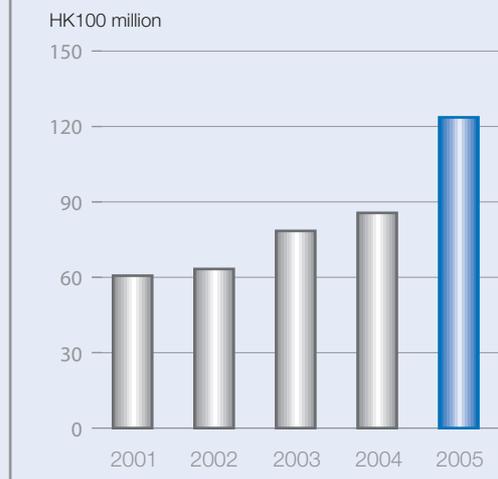
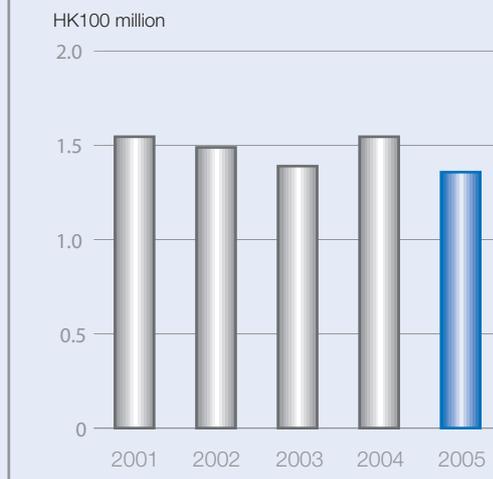


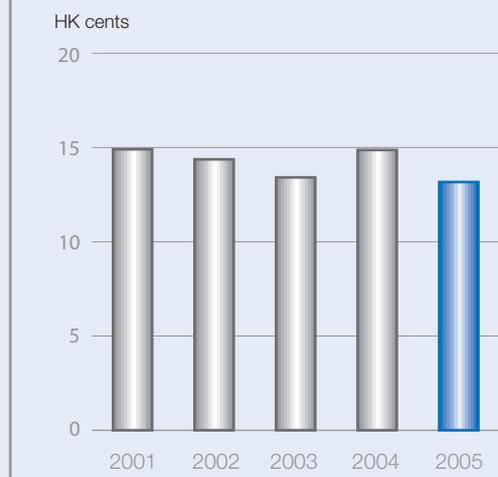
Turnover



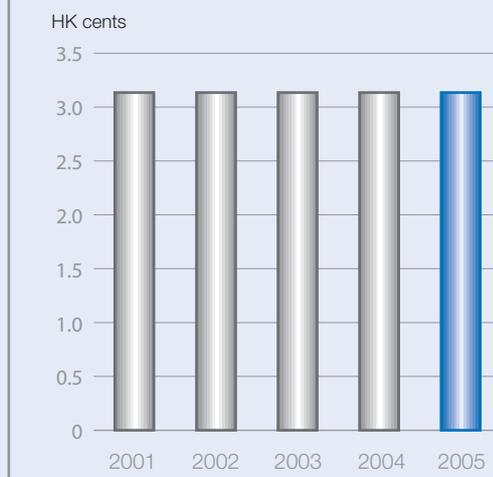
Profit attributable to shareholders



Earnings per share (Basic)

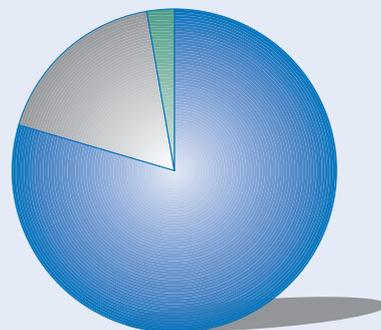


Dividends per share (year)



Distribution of turnover (2005)

-  Trade of crude oil, petroleum and petrochemical products 79.16%
-  Distribution of petroleum products 17.63%
-  Provision of crude oil jetty services 2.71%



LIQUIDITY AND SOURCE OF FINANCE

The Group continued to maintain a healthy financial position. As at 31 December 2005, cash and bank balances totalled approximately HK\$152,000,000 (31 December 2004: HK\$119,000,000); bank borrowings was approximately HK\$173,000,000 (31 December 2004: HK\$301,000,000) of which approximately HK\$162,000,000 was short-term bank borrowings and approximately HK\$11,000,000 was long-term bank borrowings.

GEARING RATIO

As at 31 December 2005, the Group's current ratio (current assets to current liabilities) was 1.65 (31 December 2004: 1.46) and gearing ratio (total liabilities to total assets) was 25.3% (31 December, 2004: 23.5%).

CONTINGENT LIABILITIES AND PLEDGED ASSETS

As at 31 December 2005, except for contingent liabilities in respect of banking facilities utilised by certain subsidiaries and guaranteed by the Company amounting to approximately HK\$135,381,000 (31 December 2004: HK\$138,607,000), the Group did not have any contingent liabilities and pledged assets.

EXCHANGE RISK

As the Group's operations are in the PRC, including Hong Kong and Macau, and all its assets and liabilities are denominated either in Renminbi, Hong Kong dollars or US dollars, the Directors believe that the operations of the Group are not subject to significant foreign exchange risk.

EMPLOYEES AND EMOLUMENT POLICIES

As at 31 December 2005, the Group had a total of 1,326 employees. Remuneration packages including basic salary, bonus and benefit in kind are structured by reference to market terms, trend of human resources costs in various regions and employee's contribution based on performance appraisal. Subject to the profit for the Group and the performance of the employees, the Group may also provide discretionary bonus to its employees as an incentive for their further contribution.

CORPORATE GOVERNANCE

The Group has complied throughout the year ended 31 December 2005 with the applicable provisions of the Code on Corporate Governance Practices (the "Code") in Appendix 14 to the Listing Rules on The Stock Exchange of Hong Kong Limited which came into effect on 1 January 2005.

REMUNERATION COMMITTEE

A Remuneration Committee was established in accordance with the requirements of the Code. Remuneration Committee comprises three independent non-executive directors and two executive directors, of which one of the independent non-executive directors being the chairperson of the committee.

CODE FOR SECURITIES TRANSACTIONS

Throughout the year ended 31 December 2005, all the Directors of the Company confirmed that they have complied with the standards of the "Model Code for Securities Transactions by Directors" set out in the Appendix 10 of the Listing Rules.