

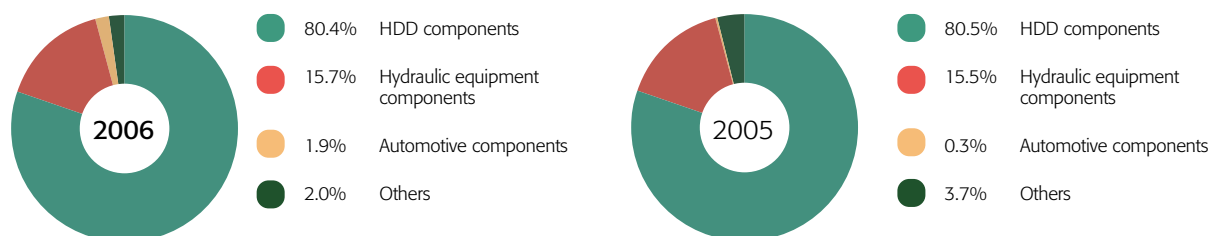
Financial Highlights

TURNOVER AND SEGMENT INFORMATION

	2006		2005		2004		2003		2002	
	HK\$'000	%	HK\$'000	%	HK\$'000	%	HK\$'000	%	HK\$'000	%
HDD pivot components	315,263	54%	225,447	55%	138,643	49%	106,517	51%	112,666	61%
HDD spindle motor components	152,565	26%	101,456	25%	77,105	27%	61,912	30%	36,121	20%
	467,828	80%	326,903	80%	215,748	76%	168,429	81%	148,787	81%
Hydraulic equipment components	91,151	16%	62,986	16%	44,150	16%	18,754	9%	12,502	7%
Automotive components	11,252	2%	1,026	1%	325	1%	—	—	—	—
Others	11,411	2%	15,062	3%	21,449	7%	21,072	10%	22,912	12%
	581,642	100%	405,977	100%	281,672	100%	208,255	100%	184,201	100%

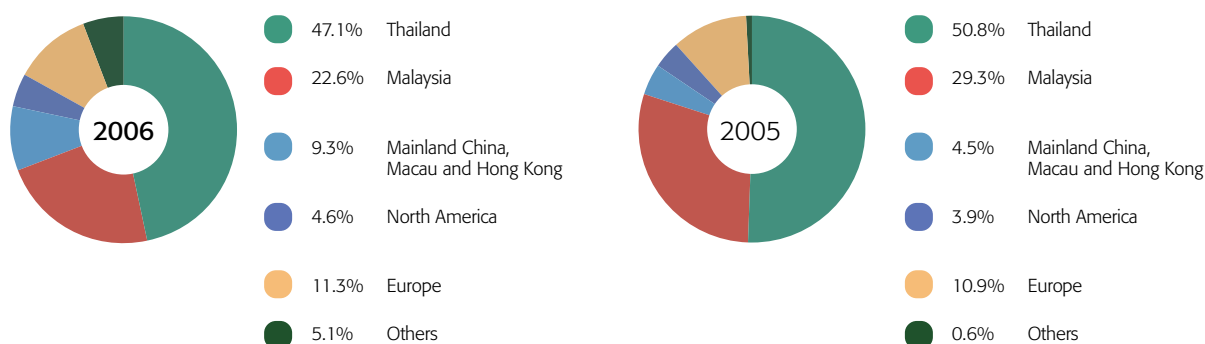
REVENUE FOR THE TWELVE MONTHS ENDED 31 DECEMBER

Business Segment



REVENUE FOR THE TWELVE MONTHS ENDED 31 DECEMBER

Geographical Segment



Financial Highlights

HALF YEARLY RESULTS BREAKDOWN ANALYSIS

	2H 2006		1H 2006		2H 2005		1H 2005	
	HK\$'000		HK\$'000		HK\$'000		HK\$'000	
REVENUE	306,757	100%	274,885	100%	228,226	100%	177,751	100%
Cost of sales								
Direct material	(112,654)	37%	(81,447)	30%	(75,882)	33%	(57,475)	32%
Direct labour	(27,497)	9%	(21,221)	8%	(19,540)	9%	(14,630)	8%
Depreciation	(33,950)	11%	(30,238)	11%	(26,459)	12%	(13,975)	8%
Water & electricity	(18,123)	6%	(14,823)	5%	(15,078)	7%	(8,898)	5%
Other manufacturing overhead	(33,338)	11%	(38,136)	14%	(26,343)	11%	(24,068)	14%
	(225,562)	74%	(185,865)	68%	(163,302)	72%	(119,046)	67%
Gross profit	81,195	26%	89,020	32%	64,924	28%	58,705	33%
Other income and gains	15,210	5%	6,144	2%	13,225	6%	4,902	3%
Selling and distribution costs	(9,377)	3%	(7,365)	3%	(7,775)	3%	(5,877)	3%
Administrative expenses	(25,573)	8%	(27,684)	10%	(28,108)	12%	(20,005)	11%
Other expenses	(5,969)	2%	(2,955)	1%	(336)	0%	(278)	0%
Finance costs	(11,377)	4%	(12,120)	4%	(8,511)	4%	(3,705)	2%
PROFIT BEFORE TAX	44,109	14%	45,040	16%	33,419	15%	33,742	19%
Tax	1,535	1%	(5,926)	2%	247	0%	(3,010)	2%
PROFIT FOR THE PERIOD	45,644	15%	39,114	14%	33,666	15%	30,732	17%

HALF YEARLY COST OF SALES ANALYSIS

	2H 2006	1H 2006	2H 2005	1H 2005
Direct material	50%	44%	47%	48%
Direct labour	12%	11%	12%	12%
Depreciation	15%	16%	16%	12%
Water & electricity	8%	8%	9%	8%
Other manufacturing overhead	15%	21%	16%	20%
TOTAL COST OF SALES	100%	100%	100%	100%

Financial Highlights

RATIO ANALYSIS

	Year ended 31 December		
	2006	2005	2004
FINANCIAL POSITION:			
Net current assets	HK\$137 M	HK\$16 M	HK\$23 M
Shareholders' fund	HK\$807 M	HK\$485 M	HK\$294 M
Net assets per share (HK\$)	1.12	0.81	0.59
GEARING:			
Total interest-bearing borrowing	HK\$386 M	HK\$360 M	HK\$131 M
Cash & cash equivalents	HK\$139 M	HK\$158 M	HK\$52 M
Net borrowings	HK\$247 M	HK\$202 M	HK\$79 M
Debt-to-equity ratio	0.48	0.74	0.44
Net debt-to-equity ratio	0.31	0.42	0.27
KEY STATISTICS:			
Gross profit margin	29.3%	30.5%	33.6%
EBITDA margin	32.5%	31.0%	30.7%
Net profit margin	14.6%	15.9%	18.9%
Return on shareholders' equity	13.1%	16.5%	23.4%
Current ratio	1.36	1.04	1.12
Days of inventory turnover (including raw materials, consumables, WIP and finished goods)	143 days	117 days	82 days
Days of inventory turnover (WIP only)	52 days	45 days	36 days
Days of inventory turnover (finished goods only)	14 days	14 days	23 days
Days of debtor turnover	92 days	91 days	91 days
PER SHARE DATA:			
Earning per share – basic	HK12.40 cents	HK11.36 cents	HK13.52 cents
Earning per share – diluted	HK12.11 cents	HK10.63 cents	HK13.49 cents