

Consolidated Income Statement

For the year ended 31st March, 2001

	NOTES	2001 HK\$'000	2000 HK\$'000
Group turnover and share of turnover of jointly controlled entities		3,469,393	3,114,049
Less: Share of turnover of jointly controlled entities		940,372	458,098
Group turnover	3	2,529,021	2,655,951
Cost of sales		(2,317,563)	(2,402,364)
Gross profit		211,458	253,587
Other revenue	4	18,989	27,444
Distribution costs		(7,835)	(15,328)
Administrative expenses		(228,831)	(209,406)
Share of profits less losses of jointly controlled entities		77,774	22,069
Impairment loss arising on property, plant and equipment		–	(20,991)
Provision for piling incident	5	–	(60,000)
Profit (loss) from operations	6	71,555	(2,625)
Finance costs	7	(56,388)	(72,902)
Share of profit of subsidiary not consolidated		7	–
Share of profits less losses of associates		186,246	287,481
Profit before taxation		201,420	211,954
Taxation	10	(17,139)	(27,176)
Profit before minority interests		184,281	184,778
Minority interests		(8,113)	(24,390)
Profit for the year	11	176,168	160,388
Dividend	12	–	(26,980)
Profit for the year, retained		176,168	133,408
Earnings per share	13		
– Basic		23.67¢	23.83¢
– Diluted		23.04¢	22.89¢

Consolidated Balance Sheet

At 31st March, 2001

	NOTES	2001 HK\$'000	2000 HK\$'000
Non-current assets			
Property, plant and equipment	14	146,496	177,234
Subsidiary not consolidated	16	(353)	–
Interests in associates	17	1,905,319	1,775,376
Interests in joint ventures	18	144,303	65,900
Investments in securities	19	800	800
Loans receivable	20	51,125	48,690
		2,247,690	2,068,000
Current assets			
Properties under development held for sale	21	–	731,897
Inventories	22	81,087	45,306
Amount due from customers for contract work	23	189,185	390,479
Debtors, deposits and prepayments	24	562,180	817,532
Amounts due from associates		5,361	5,123
Amounts due from jointly controlled entities		53,859	7,625
Dividend receivable from an associate		–	56,159
Tax recoverable		2,209	4,386
Loans receivable	20	6,180	5,678
Bank deposits pledged	43	35,752	35,121
Bank balances and cash		116,257	130,253
		1,052,070	2,229,559
Current liabilities			
Amount due to customers for contract work	23	207,917	456,569
Creditors and accrued charges	25	733,923	960,932
Amounts due to jointly controlled entities		50,330	36,565
Amounts due to associates		11,330	806
Amounts due to minority shareholders		3,059	3,059
Taxation		15,633	36,484
Bank loans – due within one year	26	64,463	173,358
Other borrowings – due within one year	27	63,318	237,016
Trust receipt loans, unsecured		52,782	51,112
Bank overdrafts, unsecured		9,730	43,261
		1,212,485	1,999,162
Net current (liabilities) assets		(160,415)	230,397
Total assets less current liabilities		2,087,275	2,298,397

Consolidated Balance Sheet

At 31st March, 2001

	NOTES	2001 HK\$'000	2000 HK\$'000
Minority interests		<u>42,690</u>	<u>33,613</u>
Non-current liabilities			
Bank loans – due after one year	26	–	40,000
Other borrowings – due after one year	27	1,873	640,702
Redeemable exchangeable bond	28	180,000	–
Loans from minority shareholders	30	928	928
Amounts due to associates	31	30,913	52,056
Amounts due to jointly controlled entities	32	35,948	27,461
		<u>249,662</u>	<u>761,147</u>
		<u>1,794,923</u>	<u>1,503,637</u>
Capital and reserves			
Share capital	34	77,399	65,475
Reserves	37	1,717,524	1,438,162
		<u>1,794,923</u>	<u>1,503,637</u>

The financial statements on pages 26 to 79 were approved by the Board of Directors on 20th July, 2001 and are signed on its behalf by:

Zen Wei Pao, William
CHAIRMAN

Zen Wei Peu, Derek
VICE CHAIRMAN

Balance Sheet

At 31st March, 2001

	NOTES	2001 HK\$'000	2000 HK\$'000
Non-current assets			
Interests in subsidiaries	15	1,427,887	896,279
Interests in joint ventures	18	37,383	–
		<u>1,465,270</u>	<u>896,279</u>
Current assets			
Debtors, deposits and prepayments		39	181
Amount due from a subsidiary		200,000	150,000
Amount due from an associate		–	2
Bank deposits pledged	43	24,955	26,837
Bank balances and cash		488	158
		<u>225,482</u>	<u>177,178</u>
Current liabilities			
Creditors and accrued charges		5,180	2,593
Bank loans – due within one year	26	40,000	145,500
Other borrowings – due within one year	27	–	15,000
		<u>45,180</u>	<u>163,093</u>
Net current assets		<u>180,302</u>	<u>14,085</u>
Total assets less current liabilities		<u>1,645,572</u>	<u>910,364</u>
Non-current liabilities			
Bank loans – due after one year	26	–	40,000
Redeemable exchangeable bond	28	180,000	–
Amounts due to subsidiaries	29	326,618	–
		<u>506,618</u>	<u>40,000</u>
		<u>1,138,954</u>	<u>870,364</u>
Capital and reserves			
Share capital	34	77,399	65,475
Reserves	37	1,061,555	804,889
		<u>1,138,954</u>	<u>870,364</u>

Zen Wei Pao, William
CHAIRMAN

Zen Wei Peu, Derek
VICE CHAIRMAN

Consolidated Statement of Recognised Gains and Losses

For the year ended 31st March, 2001

	2001 HK\$'000	2000 HK\$'000
Exchange difference arising on translation of the financial statements of overseas subsidiaries	(234)	–
Share of translation reserve movements of associates	–	(1,670)
Net losses not recognised in the income statement	(234)	(1,670)
Profit for the year	176,168	160,388
Total recognised gains	175,934	158,718
Goodwill arising on acquisition of additional interests in subsidiaries eliminated against reserves	(428)	(3,233)
Capital reserve arising on acquisition of additional interest in an associate credited to reserves	580	6,642
Share of capital reserve movements of associates	31,859	311
Goodwill arising on purchase of subsidiaries eliminated against reserves	–	(5,305)
	<u>207,945</u>	<u>157,133</u>

Consolidated Cash Flow Statement

For the year ended 31st March, 2001

	NOTES	2001 HK\$'000	2000 HK\$'000
Net cash outflow from operating activities	38	<u>(88,710)</u>	<u>(399,419)</u>
Returns on investments and servicing of finance			
Dividends received from an associate		104,242	104,908
Interest received		8,980	6,187
Interest paid		(73,830)	(26,167)
Dividends paid		–	(67,556)
Finance cost on convertible redeemable preference shares issued by a subsidiary paid		(10,900)	(15,507)
Finance leases charges paid		(1,155)	(867)
Finance cost on redeemable exchangeable bond paid		(7,777)	–
Dividends paid to minority shareholders of a subsidiary		–	(6,700)
Net cash inflow (outflow) from returns on investments and servicing of finance		<u>19,560</u>	<u>(5,702)</u>
Taxation			
Hong Kong Profits Tax paid		(18,599)	(8,240)
Hong Kong Profits Tax refunded		6,333	–
Tax arising in other jurisdictions paid		(1,414)	(2,211)
Tax paid		<u>(13,680)</u>	<u>(10,451)</u>
Investing activities			
Repayment from (advances to) jointly controlled entities		39,528	(1,145)
Proceeds on disposal of an associate		16,786	22,342
Repayment from (advances to) associates		17,122	(30,240)
Proceeds from disposal of property, plant and equipment		9,778	4,991
Purchase of property, plant and equipment		(21,617)	(45,676)
Increase in investment in associates		(6,845)	(176)
Increase in bank deposits to secure banking facilities		(631)	(35,121)
Consideration paid on acquisition of additional interest in a subsidiary in prior year		(117,000)	–
Repayment from a subsidiary not consolidated		11,638	–
Acquisition of additional interest in a subsidiary		(428)	–
Net cash outflow arising on deconsolidation of subsidiaries	39	(228)	–
Capital contribution to a jointly controlled entity		–	(9,560)
Purchase of unlisted investment securities		–	(230)
Proceeds from disposal of listed other investments		–	25,001
Net cash inflow on acquisition of subsidiaries	40	–	10,072
Net cash outflow from investing activities		<u>(51,897)</u>	<u>(59,742)</u>
Net cash outflow before financing		<u>(134,727)</u>	<u>(475,314)</u>

Consolidated Cash Flow Statement

For the year ended 31st March, 2001

	NOTES	2001 HK\$'000	2000 HK\$'000
Financing	41		
Other borrowings raised		216,947	613,470
Issue of redeemable exchangeable bond		180,000	–
Issue of shares		89,600	742
New bank loans raised		33,485	129,858
Advances from jointly controlled entities		22,252	15,448
Advance from trust receipt loans, net		1,670	35,976
Contribution from minority shareholders of a subsidiary		930	–
Repayment of other borrowings		(191,387)	(46,265)
Repayment of bank loans		(182,500)	(262,426)
Repayment to associates		(10,619)	(20,024)
Repurchases of shares		(6,259)	(26,504)
Repayment of advance from minority shareholders		–	(3,572)
Net cash inflow from financing		<u>154,119</u>	<u>436,703</u>
Increase (decrease) in cash and cash equivalents		<u>19,392</u>	<u>(38,611)</u>
Cash and cash equivalents at the beginning of the year		<u>86,992</u>	<u>125,603</u>
Effect of foreign exchange rate changes		<u>143</u>	<u>–</u>
Cash and cash equivalents at the end of the year		<u><u>106,527</u></u>	<u><u>86,992</u></u>
Analysis of the balances of cash and cash equivalents			
Bank balances and cash		116,257	130,253
Bank overdrafts		(9,730)	(43,261)
		<u><u>106,527</u></u>	<u><u>86,992</u></u>