

# Balance Sheet

As at 31 July 2006

	Note	2006 HK\$'000	2005 HK\$'000
<b>ASSETS AND LIABILITIES</b>			
<b>Non-current assets</b>			
Property, plant and equipment	16	8	2
Investments in subsidiaries	19	25,717	(3,054)
Investment in an associate	18	16	–
		<b>25,741</b>	<b>(3,052)</b>
<b>Current assets</b>			
Trade and other receivables	21	2,172	1,048
Amount due from a subsidiary	19	38,096	–
Amounts due from related companies	38	–	52
Cash and bank balances		23	15
		<b>40,291</b>	<b>1,115</b>
<b>Current liabilities</b>			
Bank and other borrowings	22	5,633	12,522
Trade and other payables	23	7,210	2,387
Promissory notes	24	7,500	–
Amount due to ultimate holding company	25	25,692	10,082
Amounts due to related companies	38	4	742
Amounts due to directors	39	631	398
		<b>46,670</b>	<b>26,131</b>
<b>Net current liabilities</b>		<b>(6,379)</b>	<b>(25,016)</b>
<b>Total assets less current liabilities</b>		<b>19,362</b>	<b>(28,068)</b>
<b>Non-current liabilities</b>			
Promissory notes	24	22,500	–
<b>NET LIABILITIES</b>		<b>(3,138)</b>	<b>(28,068)</b>
<b>CAPITAL AND RESERVES</b>			
Share capital	27	33,634	9,717
Reserves	28	(36,772)	(37,785)
<b>CAPITAL DEFICIENCY</b>		<b>(3,138)</b>	<b>(28,068)</b>

Leung Yu Oi Ling, Irene  
Director

Leung Chi Yin, Gillian  
Director

The notes on pages 30 to 87 form an integral part of these financial statements.