

FINANCIAL REVIEW

Liquidity and Financial Resources

As at 30th September, 2006, the Group had cash and bank balances of approximately HK\$135 million (31st March, 2006: HK\$112 million) of which approximately HK\$67 million (31st March, 2006: HK\$65 million) were pledged to bank for facilities granted to the Group. The Company has provided corporate guarantees to a bank to the extent of HK\$253 million (31st March, 2006: HK\$233 million) for securing general banking facilities granted to subsidiaries.

As at 30th September, 2006, the Group had available aggregate banking facilities of approximately HK\$446 million (31st March, 2006: HK\$343 million) of which approximately HK\$223 million (31st March, 2006: HK\$242 million) was not utilised.

Gearing Ratio

As at 30th September, 2006, the cash and bank balances was approximately HK\$135 million (31st March, 2006: HK\$112 million) and the amount of total borrowings was approximately HK\$427 million (31st March, 2006: HK\$278 million). The gearing (net interest bearing debts) to total equity was 54% (31st March, 2006: 26%).

財務回顧

流動資金及財務資源

於二零零六年九月三十日，本集團現金及銀行結餘共約135,000,000港元（二零零六年三月三十一日：112,000,000港元），而其中約港幣67,000,000元（二零零六年三月三十一日：65,000,000港元）乃抵押予銀行以取得銀行信貸。本公司亦為其附屬公司提供企業擔保，以取得一般銀行信貸達港幣253,000,000元（二零零六年三月三十一日：233,000,000港元）。

於二零零六年九月三十日，本集團可動用總銀行信貸約446,000,000港元（二零零六年三月三十一日：343,000,000港元），其中約223,000,000港元（二零零六年三月三十一日：242,000,000港元）並未動用。

債務率

於二零零六年九月三十日，本集團之銀行及現金結餘約為135,000,000港元（二零零六年三月三十一日：112,000,000港元），總借貸合共427,000,000港元（二零零六年三月三十一日：278,000,000港元），債務率（淨計息借款相對權益總額）為54%（二零零六年三月三十一日為26%）。

CAPITAL STRUCTURE

There was no change to the Group's capital structure for the six months ended 30th September, 2006.

CREDIT CONTROL

The Group has been practicing tight credit control policy. A credit committee composed of three executive directors is responsible for overseeing the granting of credit facilities. Daily operation of money lending will be guided by the stringent procedures as prescribed by the internal control manual.

FOREIGN CURRENCY FLUCTUATION

As at 30th September, 2006, the Group mainly uses Hong Kong dollars and United States dollars to carry out its business transactions. The Board considers the foreign currency exposure is insignificant.

EMPLOYMENT

Employees' remuneration are fixed and determined with reference to the market remuneration.

SHARE OPTION

The Group does not have share option scheme.

資本結構

本集團於二零零六年九月三十日止六個月內之股份結構並沒有變動。

信貸監控

本集團遵行嚴格之信貸監控。一個由三位執行董事組成之信貸監控小組負責監督信貸批核。日常業務中之貸款活動則參照內部監控手冊所訂定之嚴格程序。

外幣波動

董事會相信，由於本集團主要以港元及美元進行商業交易，本公司全體董事認為所承受外匯風險並不重大。

僱員

僱員之薪酬按市場薪酬釐定。

購股權

本集團並無購股權計劃。