



**FOREFRONT GROUP LIMITED**  
**福方集團有限公司\***

(Incorporated in the Cayman Islands with limited liability)  
(於開曼群島註冊成立之有限公司)  
(Stock Code 股份代號: 885)

ANNUAL REPORT 年報

2011

# Contents

## 目錄

Corporate Information	公司資料	2
Chairman's Statement & Management Discussion and Analysis	主席報告以及管理層論述及分析	4
Profile of the Management	管理層履歷	11
Report of the Directors	董事會報告	14
Corporate Governance Report	企業管治報告	21
Independent Auditor's Report	獨立核數師報告	29
Consolidated Statement of Comprehensive Income	綜合全面收入報表	31
Consolidated Statement of Financial Position	綜合財務狀況表	32
Statement of Financial Position	財務狀況表	33
Consolidated Statement of Changes in Equity	綜合股東權益變動表	34
Consolidated Statement of Cash Flows	綜合現金流量表	35
Notes to the Financial Statements	財務報表附註	37
Financial Summary	財務概要	107

# Corporate Information

## 公司資料

### BOARD OF DIRECTORS

#### Executive Directors:

Mr. Yeung Ming Kwong<sup>#△</sup>  
(re-designated as Chairman on 25 May 2011)  
Ms. Lo Oi Kwok, Sheree  
Mr. Lam Yick Sing  
Mr. Wen Louis  
Mr. Zhuang You Dao

#### Independent Non-Executive Directors:

Mr. Chung Yuk Lun<sup>\*#</sup>  
Ms. Lam Yan Fong, Flora<sup>\*#△</sup>  
Mr. Pak William Eui Won<sup>\*#△</sup>

- \* Member of Audit Committee
- # Member of Remuneration Committee
- △ Member of Nomination Committee

Nomination Committee was established on 16 March 2012

### COMPANY SECRETARY

Mr. Chui Kark Ming

### REGISTERED OFFICE

P.O. Box 309, Uglan House,  
South Church Street, George Town,  
Grand Cayman, Cayman Islands,  
British West Indies.

### PRINCIPAL PLACE OF BUSINESS

Room 1103, 11/F., China United Centre,  
28 Marble Road, North Point,  
Hong Kong.

### AUDITOR

Mazars CPA Limited  
Certified Public Accountants  
42nd Floor, Central Plaza,  
18 Harbour Road,  
Wan Chai,  
Hong Kong.

### 董事會

#### 執行董事：

楊明光先生<sup>#△</sup>  
(於二零一一年五月二十五日調任為主席)  
羅愛過女士  
林益勝先生  
溫耒先生  
莊友道先生

#### 獨立非執行董事：

鍾育麟先生<sup>\*#</sup>  
林欣芳女士<sup>\*#△</sup>  
Pak William Eui Won先生<sup>\*#△</sup>

- \* 審核委員會成員
- # 薪酬委員會成員
- △ 提名委員會成員

提名委員會於二零一二年三月十六日成立

### 公司秘書

崔格鳴先生

### 註冊辦事處

P.O. Box 309, Uglan House,  
South Church Street, George Town,  
Grand Cayman, Cayman Islands,  
British West Indies.

### 主要營業地點

香港  
北角馬寶道28號  
華滙中心11樓1103室

### 核數師

瑪澤會計師事務所有限公司  
執業會計師  
香港  
灣仔  
港灣道18號  
中環廣場42樓

## Corporate Information 公司資料

### CAYMAN ISLAND LEGAL ADVISERS

Maples and Calder Asia  
1504, One International Finance Centre,  
1 Harbour View Street,  
Hong Kong.

Conyers Dill & Pearman  
2901 One Exchange Square  
8 Connaught Place, Central  
Hong Kong

### PRINCIPAL BANKER

Standard Chartered Bank (Hong Kong) Limited

### HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Tengis Limited  
26/F., Tesbury Centre,  
28 Queen's Road East, Wan Chai  
Hong Kong

### STOCK CODE

885

### COMPANY WEBSITE

[www.forefront.com.hk](http://www.forefront.com.hk)

### 開曼群島法律顧問

Maples and Calder Asia  
香港  
港景街1號  
國際金融中心一期1504室

Conyers Dill & Pearman  
香港  
中環康樂廣場8號  
交易廣場第一座2901室

### 主要往來銀行

渣打銀行(香港)有限公司

### 香港股份過戶登記分處

卓佳登捷時有限公司  
香港  
灣仔皇后大道東28號  
金鐘匯中心26樓

### 股份代號

885

### 公司網址

[www.forefront.com.hk](http://www.forefront.com.hk)

# Chairman's Statement & Management Discussion and Analysis

## 主席報告以及管理層論述及分析

On behalf of the Board of Directors, I would like to present the annual report of the Group for the year ended 31 December 2011.

### BUSINESS REVIEW AND PROSPECTS

#### FINANCIAL RESULTS

The Group's audited consolidated net loss for the year was HK\$329.31 million (2010: net loss of HK\$229.46 million). The net asset value of the Group increased from HK\$890.25 million as at 31 December 2010 to HK\$954.84 million as at 31 December 2011. The net loss is mainly attributed to the loss from securities trading.

#### FINAL DIVIDEND

The Board of Directors does not recommend the payment of a final dividend for the year.

### BUSINESS REVIEW

#### Tianjin Motor Business

The Company through its indirect wholly-owned subsidiary, Crown Creation Limited, acquired 50% of the equity interest in 天津市凱聲汽車維修有限公司 (Tianjin Kai Sheng Automobile Service Co., Ltd.) ("Tianjin Kai Sheng") since October 2007. Tianjin Kai Sheng and its subsidiaries engaged in the business of selling and distribution of Nissan motor vehicles, operation of the Nissan 4S shops, provision of heavy motor vehicle repair and maintenance services in the PRC.

On 21 September 2011, the Group disposed of its entire interest in Tianjin Kai Sheng through the disposal of Crown Creation Limited. Details of the disposal are set out in note 19 to the financial statements. For the financial year, Tianjin Motor Business contributed a profit of HK\$1.07 million to the Group up to the date of disposal.

本人謹代表董事會提呈本集團截至二零一一年十二月三十一日止年度之年報。

### 業務回顧及前景

#### 財務業績

本集團之年內經審核綜合虧損淨額為329,310,000港元(二零一零年:虧損淨額229,460,000港元)。本集團之資產淨值由二零一零年十二月三十一日之890,250,000港元增至二零一一年十二月三十一日之954,840,000港元。虧損淨額主要源自證券買賣虧損。

#### 末期股息

董事會不建議派付本年度之末期股息。

### 業務回顧

#### 天津汽車業務

本公司自二零零七年十月起透過其間接全資附屬公司Crown Creation Limited收購天津市凱聲汽車維修有限公司(「天津市凱聲」)50%股本權益。天津市凱聲及其附屬公司於中國從事銷售及分銷日產汽車、經營日產4S店及提供重型汽車維修保養服務等業務。

於二零一一年九月二十一日,本集團透過出售Crown Creation Limited出售其於天津市凱聲之全部權益。出售事項之詳情載於財務報表附註19。截至出售日期,天津汽車業務於本財政年度為本集團貢獻1,070,000港元溢利。

# Chairman's Statement & Management Discussion and Analysis

## 主席報告以及管理層論述及分析

### Logistic Services

The Group through its indirect wholly-owned subsidiary invests 40% issued share capital of Golden Fame International Investments Group Limited ("GFIIGL") since 13 September 2007. The Company's interest in GFIIGL was treated as an interest in associates. GFIIGL provides various logistic services in Hong Kong and the PRC including third party logistics, freight forwarding, airline general sales agency, supply chain management, river trade shipping and terminal stevedoring. During the year, the overall performance of GFIIGL remain stable despite a weak economic recovery in North America, the fragile economic conditions in Europe, leading to stubbornly low international trade and cargo volume. The high fuel price also affected the performance of GFIIGL. A loss of approximately HK\$0.76 million was shared by the Group. Subject to the market trends and conditions, it is expected that the result of GFIIGL for the first half of 2012 will be stable.

As disclosed in the Company's annual report 2010 and interim report 2011, GFIIGL and its subsidiaries intended to list on the growth enterprise market of the Hong Kong Stock Exchange ("GEM").

Reference is also made to the Company's announcement dated 15 November 2011 that GFIIGL and its subsidiaries informed the Company that its application for listing on GEM postponed and it is expected that the application will be made in or around the first quarter of 2012.

### 物流服務

本集團自二零零七年九月十三日起透過其間接全資附屬公司投資於金信環球投資集團有限公司(「金信」)已發行股本之40%。本公司於金信之權益被視為於聯營公司之權益。金信在香港及中國提供各類物流服務，包括第三方物流、貨運、一般航空銷售代理、供應鏈管理、內河貨運及碼頭裝卸。於年內，儘管北美經濟復甦緩慢，歐洲經濟狀況疲弱，令國際貿易及貨運量低企，金信之整體表現仍然保持平穩。燃油價格高企亦影響金信表現，本集團攤佔虧損約760,000港元。取決於市場走勢及市況，預期金信於二零一二年上半年之業績平穩。

如本公司之二零一零年年報及二零一一年中期報告所披露，金信及其附屬公司擬申請在香港聯交所創業板(「創業板」)上市。

謹此同時提述本公司日期為二零一一年十一月十五日之公佈，金信及其附屬公司知會本公司已延遲其創業板上市申請，並預期將於二零一二年第一季或前後作出申請。

# Chairman's Statement & Management Discussion and Analysis

## 主席報告以及管理層論述及分析

### Forestry Business

On 26 April 2010, the Company's indirectly wholly-owned subsidiary, Regent Square Limited, completed its acquisition of Richful Zone International Limited at a consideration of HK\$79.2 million. The consideration was satisfied by an issue of 330,000,000 shares of the Company at an issue price of HK\$0.24 per share to Mascotte Holdings Limited. Richful Zone International Limited and its subsidiary hold 50% of the interests in the concession rights and forestry contracts in respect of three pieces of forest lands located in Simao District, Puer City, Yunnan Province, the PRC, with a total site area of approximately 36,735 Chinese Mu. The concession rights and interest in the forest lands are expiring on January 2060. Since acquisition, the operation of the forest lands made no contribution to the Group after payment of management fee to the PRC's partner according to the concession contract dated 18 June 2007. In view of the current condition of the forest lands and market environments, it is expected that the operation of the forest lands will have profits contribution and appreciation in forest lands value, to the Group in the medium to long term spectrum. As at 31 December 2011, the fair value of the forestry rights attributable to the Group is stated at approximately HK\$67.5 million.

### Investment in a Limited Partnership

On 17 August 2010, the Company's indirect wholly-owned subsidiary, Pan Fortune Investments Limited entered into an investors' subscription agreement to invest a total of US\$10,000,000 into a co-investment vehicle, a limited partnership, established for the purpose of acquiring control of the equity securities and loan receivables of an investee group which is a supplier of automotive components, supplying both original equipment manufacturers and the aftermarket. The investment was approved by independent shareholders at the extraordinary general meeting of the Company on 27 September 2010. In April 2011, the Group completed its investment by payment of the remaining investment balance of approximately HK\$17.28 million (US\$2,222,222.22). The investment represents 22.2% holdings on the limited partnership. The limited partnership is managed by AITS Cayman Limited which is an affiliate of Unitas Capital Pte Ltd ("Unitas"). Unitas is one of the pioneers in large leveraged buyout transactions in Asia. Since inception in 1999, funds advised by Unitas have invested in excess of US\$2.3 billion in equity capital in 28 transactions across a broad range of industries and geographies. The Company plays a passive role on the investment and to keep the investment as available-for-sale financial assets.

### 林地業務

於二零一零年四月二十六日，本公司之間接全資附屬公司Regent Square Limited完成收購豐域國際有限公司，代價為79,200,000港元。代價已透過按發行價每股0.24港元向馬斯葛集團有限公司發行330,000,000股本公司股份之方式支付。豐域國際有限公司及其附屬公司持有三塊林地之特許權利及林地合約之50%權益。該等林地位於中國雲南省普洱市思茅區，總地盤面積約為36,735畝。該等林地之特許權利及權益將於二零六零年一月屆滿。自收購以來，經按日期為二零零七年六月十八日之特許權協議向中國夥伴支付管理費後，該等林地之營運並未為本集團帶來貢獻。鑑於該等林地之現況及市場環境，預期該等林地之營運於中長期將會為本集團帶來溢利貢獻及林地升值。於二零一一年十二月三十一日，本集團應佔林地權益之公平值約為67,500,000港元。

### 投資於有限責任合夥公司

於二零一零年八月十七日，本公司之間接全資附屬公司Pan Fortune Investments Limited訂立一項投資者認購協議，以向一間共同投資有限責任合夥公司投資合共10,000,000美元，該公司乃為取得一個接受投資集團之股本證券及應收貸款之控制權而成立，而後者為汽車零件供應商，對象為原設備製造商及售後市場。該投資於二零一零年九月二十七日在本公司之股東特別大會上獲獨立股東批准。於二零一一年四月，本集團透過支付投資餘額約17,280,000港元(2,222,222.22美元)完成其投資。該投資為有限責任合夥公司之22.2%股權。該有限責任合夥公司由AITS Cayman Limited管理，而AITS Cayman Limited為Unitas Capital Pte Ltd(「Unitas」)之聯屬公司。Unitas為亞洲大型槓桿收購交易先驅之一。自一九九九年創業以來，接受Unitas建議之基金於各行各業及不同地區進行28宗交易，於股權資本方面之投資額超過23億美元。本公司於該投資擔當被動角色，並以供銷售財務資產形式持有該投資。

# Chairman's Statement & Management Discussion and Analysis

## 主席報告以及管理層論述及分析

On 21 September 2011, the Group disposed of its entire interest in the limited partnership through the disposal of Crown Creation Limited. Details of the disposal are set out in note 19 to the financial statements.

### Trading of Securities

The Group invested its surplus cash in Hong Kong's listed securities and unlisted securities as short-term investments. During the year, the European sovereign debt crisis, high unemployment rate in the United States and tighten monetary policy in China attributable to the volatility of the Hong Kong stock market. As a result, the Group recorded realised losses of approximately HK\$97.88 million from the disposal of certain securities and an unrealised loss of approximately HK\$346.73 million on the portfolio.

### Money Lending Business

The Group has used part of its surplus cash through its indirect wholly-owned subsidiary, Forefront Finance Co., Limited to provide short-term loans to various borrowers. Those short-term loans normally carried interest rates of 2% per annum to 1% per month during the year. Within the financial year, the money lending business contributed HK\$11.52 million interest income to the Group. After the year-end date, a borrower defaulted his loan repayment together with the outstanding interests. The Group is taking legal action against the borrower to recover the outstanding loan, a provision against the defaulted principal and accrued interests amounting to HK\$19.26 million has been made in the financial statements for the year 2011.

During the year under review, a provision for bad and doubtful debts of HK\$89.40 million was written back due to repayment loans by borrowers.

於二零一一年九月二十一日，本集團透過出售Crown Creation Limited出售其於有限責任合夥公司之全部權益。出售事項之詳情載於財務報表附註19。

### 證券買賣

本集團將現金盈餘投資於香港上市證券及非上市證券作短期投資。年內，歐洲發生主權債務危機，美國失業率高企，中國收緊貨幣政策，均令香港股票市場動蕩不定。因此，本集團透過出售若干證券錄得已變現虧損約97,880,000港元，而投資組合則錄得未變現虧損約346,730,000港元。

### 貸款業務

本集團透過其間接全資附屬公司福方財務有限公司，利用其部分現金盈餘向多名借款人提供短期貸款。年內，該等短期貸款一般按利率每年2厘至每月1厘計息。於本財政年度，貸款業務為本集團貢獻利息收入11,520,000港元。於年結日後，一名借款人拖欠貸款還款連同未償還利息。本集團正針對該名借款人採取法律行動以收回未償還貸款，並於二零一一年度財務報表內就拖欠本金及應計利息19,260,000港元作出撥備。

於本回顧年度，由於借款人已償還貸款，故89,400,000港元之呆壞帳撥備已經撥回。



# Chairman's Statement & Management Discussion and Analysis

## 主席報告以及管理層論述及分析

### Disposal of a subsidiary

On 21 September 2011, the Company's indirect wholly owned subsidiary, Loyal Fine Limited entered into the share purchase agreement to sell the entire issued share capital of Crown Creation Limited at the Consideration of HK\$100 million. Crown Creation Group held various investments which engaged in (i) the business of selling and distribution of Nissan motor vehicles, operation of the Nissan 4S shops, provision of heavy motor vehicle repair and maintenance services in the PRC (Tianjin Motor Business); (ii) manufacturing of carbon fiber in the PRC (Carbon Fiber Project was fully impaired in the Year 2009); (iii) development, management and operation of an e-ticketing system for railway passengers and related railway freight cargo services in the PRC (Investment in e-ticketing system in the PRC was fully impaired in the Year 2007); and (iv) co-investment in automotive components manufacturing (Investment in a Limited Partnership). The disposal contributed a gain of HK\$17.66 million to the Group's results for the year ended 31 December 2011. Details of the disposal are set out in note 19 to the financial statements.

### PROSPECT

On 20 January 2012, Sino Wealthy Limited, an indirect wholly owned subsidiary of the Company entered into the note purchase agreement, pursuant to which the Quinella International Incorporated had conditionally agreed to sell and Sino Wealthy Limited had conditionally agreed to purchase the 2.5% unsecured bonds due 2014 in the aggregate principal amount of HK\$300 million issued by Mascotte Holdings Limited (Stock code: 136) at a total consideration of HK\$265 million. The acquisition was approved by the Shareholders at extraordinary general meeting of the Company on 2 March 2012. The notes offers an interest rate of 2.5% per annum on the outstanding principal amount, payable quarterly which provides stable interest income for the Group.

Save as disclosed above, the Company will continuously identify suitable investment opportunity and seeking acquisition of new business and assets where suitable opportunity arise.

### 出售一間附屬公司

於二零一一年九月二十一日，本公司之間接全資附屬公司Loyal Fine Limited訂立股份購買協議，出售Crown Creation Limited全部已發行股本，代價為100,000,000港元。Crown Creation集團持有各類投資，當中涉及(i)在中國從事銷售及分銷日產汽車、經營日產4S店、提供重型汽車維修及保養服務（天津汽車業務）；(ii)在中國製造碳纖維（碳纖維項目，已於二零零九年度全數減值）；(iii)在中國開發、管理及營運供鐵路旅客使用之電子票務系統及相關鐵路貨運服務（投資於中國電子票務系統，已於二零零七年度全數減值）；及(iv)共同投資於汽車組件製造業務（投資於有限責任合夥公司）。於截至二零一一年十二月三十一日止年度，是項出售為本集團業績貢獻17,660,000港元盈利。出售事項之詳情載於財務報表附註19。

### 前景

於二零一二年一月二十日，本公司之間接全資附屬公司Sino Wealthy Limited訂立票據購買協議，據此，Quinella International Incorporated有條件地同意出售而Sino Wealthy Limited有條件地同意購買馬斯葛集團有限公司（股份代號：136）所發行本金總額為300,000,000港元之二零一四年到期2.5厘無抵押債券，總代價為265,000,000港元。是項收購已於二零一二年三月二日之本公司股東特別大會上獲股東批准。票據利息乃根據未償還本金額按年利率2.5厘計算，並按季度支付，為本集團帶來穩定利息收入。

除上文所披露者外，本公司將繼續物色合適投資機會，並於機會出現時尋求收購新業務及資產。

# Chairman's Statement & Management Discussion and Analysis

## 主席報告以及管理層論述及分析

### FINANCIAL REVIEW

#### Liquidity, Financial Resources, Borrowing and Gearing Ratio

The Group financed its operation largely through internal cash resources and fund raising activities (issuance of rights shares). As at the end of reporting period, the cash balance was maintained at approximately HK\$138.18 million (2010: HK\$131.34 million). The Group's gearing ratio, calculated as total borrowings divided by net assets, is stated at 0% (2010: 0%) since the Group had no outstanding borrowing as at 31 December 2011 (as at 31 December 2010: HK\$ Nil). As at 31 December 2011, the Group's net assets value amounted to approximately HK\$954.84 million (as at 31 December 2010: HK\$890.25 million) with total assets approximately HK\$958.24 million (as at 31 December 2010: HK\$920.07 million). Net current assets were approximately HK\$746.94 million (as at 31 December 2010: HK\$723.84 million) and the current ratio was 220.49 times (as at 31 December 2010: 25.27 times).

#### Capital Structure

On 10 February 2011, the Company repurchased a total of 3 shares of its listed shares on the Hong Kong Stock Exchange for the purpose of reducing fraction share in the share consolidation of which carried out by the Company on 7 March 2011.

On 25 November 2010, the Company proposed that consolidation of every ten issued shares of par value of HK\$0.1 each into one consolidated share of par value of HK\$1.00 each then a reduction in nominal value of all the issued consolidated shares from par value of HK\$1.00 each to par value of HK\$0.01 each by the cancellation of the paid-up capital to the extent of HK\$0.99 on each consolidated share and the share subdivision of each of the authorised but unissued share at par value of HK\$0.10 each into ten shares of par value at HK\$0.01 each. The capital reorganisation was approved by shareholders at the EGM of the Company held on 10 January 2011 and approved by the Grand Court of Cayman Islands on 7 March 2011.

### 財務回顧

#### 流動資金、財務資源、借貸及負債資產比率

本集團主要透過內部現金資源及集資活動（發行供股股份）為其業務提供資金。於報告期結束日，現金結存維持約138,180,000港元（二零一零年：131,340,000港元）。由於本集團於二零一一年十二月三十一日並無未償還借貸（於二零一零年十二月三十一日：零港元），故本集團之負債資產比率（以借貸總額除以資產淨值計算）為0%（二零一零年：0%）。於二零一一年十二月三十一日，本集團之資產淨值約為954,840,000港元（於二零一零年十二月三十一日：890,250,000港元），資產總值約為958,240,000港元（於二零一零年十二月三十一日：920,070,000港元）。流動資產淨值約為746,940,000港元（於二零一零年十二月三十一日：723,840,000港元），而流動比率為220.49倍（於二零一零年十二月三十一日：25.27倍）。

#### 資本架構

於二零一一年二月十日，本公司於香港聯交所購回合共三股上市股份，以減少本公司於二零一一年三月七日進行之股份合併之碎股。

於二零一零年十一月二十五日，本公司建議將每十股每股面值0.1港元之已發行股份，合併為1股面值1.00港元之合併股份，其後藉註銷每股合併股份之繳足股本0.99港元，將所有已發行合併股份之面值由每股面值1.00港元削減至每股面值0.01港元，並將每股面值0.10港元之法定但未發行股份拆細為十股每股面值0.01港元之股份。股本重組經股東於本公司在二零一一年一月十日舉行之股東特別大會上批准，並於二零一一年三月七日經開曼群島大法院批准。

# Chairman's Statement & Management Discussion and Analysis

## 主席報告以及管理層論述及分析

On 25 November 2010, the Company proposed a Rights Issue of not less than 3,248,660,184 and not more than 4,100,897,984 rights shares to the qualifying shareholders at a price of HK\$0.125 per rights share on the basis of eight rights shares for every share in issue and held on record date (i.e. 31 March 2011). On 28 April 2011, the Rights Issue was completed. The Company's share capital increased from 406,082,523 shares to 3,654,742,707 shares. The Company received a net proceeds of approximately HK\$393.90 million from the Rights Issue.

### Foreign Currency Exposure

The Group is not subject to material foreign currency exposure since its operations are mainly denominated in Hong Kong dollars. As such, no hedging instrument is considered necessary by the Board during the year.

### Pledge of Assets

As at 31 December 2011, margin facilities from regulated securities brokers were granted to the Group which was secured by the Group's financial assets at fair value through profit or loss. As at 31 December 2011, the Group has not utilised (*as at 31 December 2010: HK\$Nil*) these facilities.

## EMPLOYEES, REMUNERATION POLICY AND RETIREMENT BENEFIT SCHEME

As at 31 December 2011, the Group had 22 employees including directors of the Company. The policy of employee remuneration, bonus, share option scheme and training are commensurate with performance, experience and comparable to the market rate. The Group contributes to a Mandatory Provident Fund under the Hong Kong Mandatory Provident Fund Schemes Ordinance.

## CONTINGENT LIABILITIES

As at 31 December 2011, the Group had no material contingent liabilities (2010: HK\$5,800,000).

### Yeung Ming Kwong

Chairman  
Hong Kong

16 March 2012

於二零一零年十一月二十五日，本公司建議透過供股（按於記錄日期（即二零一一年三月三十一日）每持有一股已發行股份供八股供股股份之基準，價格為每股供股股份0.125港元），向合資格股東發行不少於3,248,660,184股及不多於4,100,897,984股供股股份。供股已於二零一一年四月二十八日完成。本公司之股本由406,082,523股增至3,654,742,707股。本公司之供股所得款項淨額約為393,900,000港元。

### 外幣風險

由於本集團之業務主要以港元計值，故本集團並無面對任何重大外幣風險。因此，董事會於年內認為無必要使用對沖工具。

### 資產抵押

於二零一一年十二月三十一日，受規管證券經紀向本集團授出若干孖展融資，並以本集團於損益帳按公平值處理之財務資產作擔保。於二零一一年十二月三十一日，本集團並未動用該等融資（於二零一零年十二月三十一日：零港元）。

## 僱員、酬金政策及退休福利計劃

於二零一一年十二月三十一日，本集團共有22名員工，包括本公司董事。僱員酬金政策、花紅、購股權計劃及培訓均按表現、經驗和參照市場水平釐定。本集團根據香港強制性公積金計劃條例向強制性公積金供款。

## 或然負債

於二零一一年十二月三十一日，本集團並無重大或然負債（二零一零年：5,800,000港元）。

主席  
楊明光  
香港

二零一二年三月十六日

## Profile of the Management 管理層履歷

### EXECUTIVE DIRECTORS

**Mr. Yeung Ming Kwong**, aged 53, joined the Company on 26 April 2007. Mr. Yeung is the Chairman of the Company, formerly an executive director and CEO of Kai Yuan Holdings Limited, (stock code: 1215; formerly known as Wah Lee Resources Holdings Limited) and an executive director of Goldwiz Holdings Limited (delisted on 8 September 2008, stock code: 586). He has over 20 years of experience in import and export trading and investment business in the PRC. Mr. Yeung was re-designated as Chairman of the Group on 25 May 2011 and also holds directorship in major subsidiaries of the Company.

**Ms. Lo Oi Kwok, Sheree**, aged 43, joined the Company on 26 April 2007. She holds an EMBA from Cheung Kong Graduate School of Business and a Bachelor's Degree of Arts from York University, Canada. She has over 10 years of experience in business development and investment. She was an executive director of Goldwiz Holdings Limited (delisted on 8 September 2008, stock code: 586) from May 2006 to January 2007. She also holds directorships in major subsidiaries of the Company.

**Mr. Lam Yick Sing**, aged 52, joined the Company on 4 June 2010. He had been a civil servant in Hong Kong for over 20 years. Mr. Lam was a senior administrative manager of Forefront International (Hong Kong) Limited, which is a wholly-owned subsidiary of the Company, from June 2007 to May 2008. He was an executive director of Tack Fat Group International Limited (Provisional Liquidators appointed; stock code: 928).

**Mr. Wen Louis**, aged 77, joined the Company on 1 September 2006. He holds a Bachelor of Engineering degree from City University of New York. An Executive Director of Forefront International (Hong Kong) Limited ("FIHK") from 1993 to 1997 and General Manager of FIHK since August 2005. Mr. Wen has extensive experience in engineering, marketing and advertising from previous position at J. Walter Thompson Co. and Dow Jones International Marketing Service in the United States. Mr. Wen is also an independent non-executive director of Willie International Holdings Limited (stock code: 273) effective from 22 April 2009.

### 執行董事

**楊明光先生**，53歲，於二零零七年四月二十六日加入本公司。楊先生現為本公司主席，曾任開源控股有限公司（前稱華利資源控股有限公司，股份代號：1215）之執行董事及行政總裁以及科維控股有限公司（已於二零零八年九月八日除牌，股份代號：586）之執行董事。彼於中國進出口貿易及投資業務方面擁有逾20年之經驗。楊先生於二零一一年五月二十五日調任為本集團主席，亦出任本公司主要附屬公司之董事。

**羅愛過女士**，43歲，於二零零七年四月二十六日加入本公司。彼持有長江商學院高層管理人員工商管理碩士銜頭及加拿大約克大學之文學士學位。彼於業務發展及投資方面擁有逾10年經驗。彼於二零零六年五月至二零零七年一月擔任科維控股有限公司（已於二零零八年九月八日除牌，股份代號：586）之執行董事。彼亦出任本公司主要附屬公司之董事。

**林益勝先生**，52歲，於二零一零年六月四日加入本公司。彼曾任職香港公務員逾二十年。林先生曾於二零零七年六月至二零零八年五月擔任本公司全資附屬公司福方（香港）有限公司之高級行政經理。彼曾任德發集團國際有限公司（已委任臨時清盤人，股份代號：928）之執行董事。

**溫耒先生**，77歲，於二零零六年九月一日加入本公司。彼持有美國City University of New York工程學學士學位。彼曾於一九九三年至一九九七年擔任福方（香港）有限公司（「福方香港」）之執行董事，並自二零零五年八月起一直出任福方香港總經理一職。溫先生曾在美國智威湯遜公司及Dow Jones International Marketing Service出任要職，具備工程、市場推廣及廣告推銷方面之豐富經驗。溫先生自二零零九年四月二十二日起亦擔任威利國際控股有限公司（股份代號：273）之獨立非執行董事。

## Profile of the Management

### 管理層履歷

**Mr. Zhuang You Dao**, aged 59, joined the Company on 29 August 2007. He graduated from The Institute of Operation Management of China (中國經營管理學院) majoring in corporate management. Mr. Zhuang has over 30 years of experience in the automobile industry. He is the Chairman of Tianjin Kai Sheng Automobile Service Co., Ltd. (天津市凱聲汽車維修有限公司) and general manager of Tianjin Jinri Automobile Sale & Service Company Limited (天津津日汽車銷售服務有限公司). Mr. Zhuang is a senior consultant of Shenzhen Lan-you Technology Co., Ltd. (深圳聯友科技有限公司), a developer of automobile industry management software. Mr. Zhuang is an executive of the Chamber of Industry and Commerce of Tianjin Xiqing District, a special procurator of the First Branch of the People's Procuratorate of Tianjin Municipality and a representative of the 14th Session of People's Congress of Tianjin Hedong District.

### INDEPENDENT NON-EXECUTIVE DIRECTORS

**Mr. Chung Yuk Lun**, aged 51, joined the Company on 26 April 2007. He is a fellow member of the Association of Chartered Certified Accountants, a member of The Hong Kong Institute of Certified Public Accountants and an Associated Chartered Accountants (England and Wales). Mr. Chung has over 20 years of experience in finance and project investment. He is an executive director and Chairman of Radford Capital Investment Limited (Stock code: 901), an executive director of Ming Fung Jewellery Group Limited (Stock code: 860) and an independent non-executive director of Heritage International Holdings Limited (stock code: 412) and Dragonite International Limited (stock code: 329).

**Ms. Lam Yan Fong, Flora** ("Ms. Lam"), aged 36, joined the Company on 18 May 2007. She obtained a Bachelor Degree in Law from the University of Hong Kong in 1999 and a Postgraduate Certificate in Laws in 2001. Ms. Lam is a practicing solicitor in Hong Kong. Ms. Lam joined Messrs. Lam & Co. in 2007 and is now a partner of the firm. Ms. Lam is an independent non-executive director of Tack Fat Group International Limited (stock code: 928) and Radford Capital Investment Limited (Stock code: 901).

**莊友道先生**，59歲，於二零零七年八月二十九日加入本公司。中國經營管理學院企業管理專業。莊先生擁有超過30年於汽車行業之工作經驗，目前為天津市凱聲汽車維修有限公司董事長及天津津日汽車銷售服務有限公司總經理。莊先生亦為汽車行業管理軟件開發商深圳聯友科技有限公司之高級顧問。莊先生現任天津市西青區工商執委、天津市第一檢察院特約檢察員及第十四屆天津市河東區人大代表。

### 獨立非執行董事

**鍾育麟先生**，51歲，於二零零七年四月二十六日加入本公司。彼為英國特許公認會計師公會資深會員、香港會計師公會會員以及英格蘭及威爾斯特許會計師。鍾先生於金融及項目投資方面擁有逾20年經驗。彼現任萊福資本投資有限公司（股份代號：901）之執行董事兼主席、明豐珠寶集團有限公司（股份代號：860）之執行董事、漢基控股有限公司（股份代號：412）之獨立非執行董事及叁龍國際有限公司（股份代號：329）之獨立非執行董事。

**林欣芳女士**（「林女士」），36歲，於二零零七年五月十八日加入本公司。彼於一九九九年獲香港大學頒授法律學士學位，另於二零零一年獲香港大學頒授法律深造文憑。林女士為香港執業律師。林女士於二零零七年加入林炳昌律師事務所，現為該事務所之合夥人。林女士為德發集團國際有限公司（股份代號：928）及萊福資本投資有限公司（股份代號：901）之獨立非執行董事。

## Profile of the Management 管理層履歷

**Mr. Pak William Eui Won**, aged 32, joined the Company on 28 December 2009. He is currently a director of Hennabun International Group Limited and Cordoba Homes Limited which is an associate of Willie International Holdings Limited (stock code: 273) and, formerly a director of Hennabun Capital Group Limited. He holds a Master of Laws degree in U.S. taxation from the University of Washington School of Law, a Juris Doctor's degree from the University of British Columbia Faculty of Law and an Economics and Commerce degree from the University of British Columbia Faculty of Arts. Mr. Pak is an attorney licensed by the New York State Bar and is a member of the New York State Bar Association and the American Bar Association. He was a lawyer in the investment funds practice at White & Case's New York and Hong Kong offices. He has substantive experience in the establishment and representation of both U.S. and international private investment funds including private equity funds, hedge funds, real estate funds, distressed funds and hybrid funds.

**Pak William Eui Won**先生，32歲，於二零零九年十二月二十八日加入本公司。彼現為Hennabun International Group Limited及Cordoba Homes Limited（威利國際控股有限公司（股份代號：273）之聯營公司）之董事，曾任Hennabun Capital Group Limited之董事。彼持有University of Washington School of Law（華盛頓大學法學院）之法學碩士學位（主修美國稅務）、University of British Columbia Faculty of Law（英屬哥倫比亞大學法學院）之法律士學位及University of British Columbia Faculty of Arts（英屬哥倫比亞大學文學院）之經濟及商業學位。Pak先生為紐約州執業律師，並為紐約州律師公會及美國律師協會會員。彼曾任律凱律師事務所紐約及香港辦事處之投資基金常規律師。彼於成立及代表美國及國際私人投資基金（包括私募基金、對沖基金、房地產基金、受壓基金及混合基金）方面擁有豐富經驗。

# Report of the Directors

## 董事會報告

The directors herein present their report together with the audited consolidated financial statements of the Company and its subsidiaries for the financial year ended 31 December 2011.

### PRINCIPAL ACTIVITIES

The Company is an investment holding company and through its subsidiaries and associated companies are principally engaged in the business of selling and distribution of Nissan motor vehicles, operating of the Nissan 4S shops, provision of heavy motor vehicle repair and maintenance services in the PRC; provision of logistic services in Hong Kong and the PRC; investment in forest interest; investment in limited partnership that engages in the business of the manufacturing of automotive components (such investment being held for resale purpose); properties investments; securities trading and money lending business.

After the disposal of Crown Creation Group on 21 September 2011, the Group, through its subsidiaries and associated company, continues to be principally engaged in provision of logistic services in Hong Kong and the PRC; investment in forest interest; securities trading and money lending business. Other activities and particulars of the Group's subsidiaries are set out in note 16 to the financial statements.

### MAJOR CUSTOMERS

For the year ended 31 December 2011, the five largest customers accounted for approximately 38.89% of the Group's turnover in respect of the money-lending business and the securities trading service providers of the Group accounted for 100% of the Group's service costs in relation to the securities trading business. The largest customer accounted for approximately 10.37% of the Group's turnover in respect of the money-lending business. At no time during the year did a director or a shareholder of the Company (which the knowledge of the directors of the Company owned more than 5% of the Company's issued capital) have any material interest in any of the Group's largest customers.

### RESULT AND DIVIDENDS

The Group's loss for the financial year ended 31 December 2011 and the state of affair of the Company and of the Group at the date are set out in the consolidated financial statements on pages 31 to 106.

The directors do not recommend the payment of any dividend.

董事謹此提呈本公司及其附屬公司截至二零一一年十二月三十一日止財政年度之年報及經審核綜合財務報表。

### 主要業務

本公司為一間投資控股公司，並透過其附屬公司及聯營公司主要在中國從事銷售及分銷日產汽車、經營日產4S店、提供重型汽車維修及保養服務、在中國及香港提供物流服務、投資林地權益、投資有關製造汽車組件之有限責任合夥公司業務（持作轉售用途之投資）、物業投資、證券買賣及貸款業務。

於二零一一年九月二十一日出售Crown Creation集團後，本集團繼續透過其附屬公司及聯營公司主要在中國及香港提供物流服務、投資林地權益、證券買賣及貸款業務。本集團附屬公司之其他業務及詳情載於財務報表附註16。

### 主要客戶

截至二零一一年十二月三十一日止年度，五大客戶約佔本集團貸款業務營業額約38.89%，而本集團證券買賣服務供應商佔本集團證券買賣業務之服務成本達100%。最大客戶約佔本集團貸款業務營業額約10.37%。於年內任何時間，本公司董事或股東（據本公司董事所知擁有本公司已發行股本5%以上者）概無於本集團任何最大客戶中擁有任何重大權益。

### 業績及股息

本集團截至二零一一年十二月三十一日止財政年度之虧損及本公司與本集團於該日之業務狀況載於第31至106頁之綜合財務報表。

董事並不建議派付任何股息。

# Report of the Directors

## 董事會報告

### SUBSIDIARIES

Particulars of the Company's principal subsidiaries are set out in note 16 to the financial statements.

### PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES

Details of movements in property, plant and equipment during the year are set out in note 10 to the financial statements.

### SHARE CAPITAL AND SHARE OPTION

Details of movements in share capital and share option scheme of the Company are set out in notes 22 and 23 respectively to the financial statements.

### CONVERTIBLE SECURITIES, OPTION, WARRANTS OR OTHER SIMILAR RIGHTS

Details of movements in convertible securities of the Company are set out in note 23 to the financial statements.

### PRE-EMPTIVE RIGHTS

There is no provision for pre-emptive rights under the Company's Articles of Association and the laws in the Cayman Islands, which would oblige the Company to offer shares on a pro rata basis to its existing shareholders.

### 附屬公司

本公司主要附屬公司之詳情載於財務報表附註16。

### 物業、廠房及設備以及投資物業

物業、廠房及設備於年內之變動詳情載於財務報表附註10。

### 股本及購股權

本公司股本及購股權計劃之變動詳情分別載於財務報表附註22及23。

### 可換股證券、購股權、認股權證或其他相類權利

本公司可換股證券之變動詳情載於財務報表附註23。

### 優先購買權

本公司組織章程細則及開曼群島法律並無關於本公司須按比例向其現有股東發售股份之優先購買權之條文。



# Report of the Directors

## 董事會報告

### PURCHASE, SALES OR REDEMPTION OF SECURITIES

During the year ended 31 December 2011, the Company repurchased a total of 3 shares of its listed shares on the Hong Kong Stock Exchange for the purpose of reducing fraction share in the share consolidation of which carried out by the Company on 7 March 2011. Details of the repurchases are summarised as follows:

Month/Year 年份／月份	Number of ordinary shares repurchased 所購回之普通股數目	Purchases price per share 每股購買價		Aggregate purchase consideration 總購買代價 HK\$ 港元
		Highest 最高 HK\$ 港元	Lowest 最低 HK\$ 港元	
February 2011	3	0.021	0.021	0.063
二零一一年二月	3	0.021	0.021	0.063

All the shares repurchased during the year were cancelled. Accordingly, the issued share capital of the Company was reduced by the par value of the repurchased shares. The difference between the issued share capital purchased and the value of cash consideration paid was debited to the Company's capital redemption reserve.

Save as disclosed above, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities during the year.

### RESERVES

Movements in the reserves of the Company during the year are set out in note 24 to the financial statements. The surplus in distributable reserves of the Company as at 31 December 2011 amounted to approximately HK\$838,023,000 (2010: deficit of HK\$451,974,000).

### 購買、出售或贖回證券

於截至二零一一年十二月三十一日止年度內，本公司於香港聯交所購回合共三股上市股份，以減少本公司於二零一一年三月七日進行之股份合併之碎股。購回詳情概述如下：

年內購回之股份已全部註銷。因此，本公司之已發行股本已按所購回股份之面值削減。所購入已發行股本與已付現金代價價值兩者之差額已於本公司之資本贖回儲備中扣除。

除上文所披露者外，本公司或其任何附屬公司於年內概無購買、出售或贖回本公司任何上市證券。

### 儲備

本公司儲備於年內之變動載於財務報表附註24。於二零一一年十二月三十一日，本公司之可供分派儲備盈餘約為838,023,000港元（二零一零年：虧絀451,974,000港元）。

# Report of the Directors

## 董事會報告

### FIVE YEARS SUMMARY

A summary of the results and of the assets and liabilities of the Group for the last five financial years is set out on pages 107 and 108 of the annual report.

### RELATED PARTY TRANSACTIONS AND CONNECTED TRANSACTION

Related party transactions are disclosed in note 28 of the financial statements. The Company was not aware that any related parties transaction as set out in note 28 constitute a connected transactions of the Group, nor are there any connected transactions that shall be disclosed in this annual report under the Listing Rules.

### DIRECTORS AND DIRECTORS' SERVICE CONTRACTS

The directors who held office during the year and up to the date of this report were:

#### Executive Directors

Mr. Yeung Ming Kwong  
Ms. Lo Oi Kwok, Sheree  
Mr. Lam Yick Sing  
Mr. Wen Louis  
Mr. Zhuang You Dao

#### Independent Non-Executive Directors

Mr. Chung Yuk Lun  
Ms. Lam Yan Fong, Flora  
Mr. Pak William Eui Won

In accordance with Article 116 of the Article of Association of the Company, Mr. Wen Louis, Mr. Zhuang You Dao and Mr. Chung Yuk Lun will retire from office by rotation and, being eligible, offer themselves for re-election at the forthcoming Annual General Meeting.

### DIRECTORS' SERVICE CONTRACTS

None of the directors proposed for re-election at the forthcoming annual general meeting has a service contract with the Company which is not terminable by the Company within one year without payment of compensation, other than statutory compensation.

### 五年概要

本集團過去五個財政年度之業績及資產負債概要載於年報第107及108頁。

### 關連人士交易及關連交易

關連人士交易於財務報表附註28披露。本公司並不知悉附註28所載任何關連人士交易構成本集團之關連交易，亦不知悉有任何關連交易根據上市規則須於本年報內披露。

### 董事及董事之服務合約

年內及截至本報告發佈當日任職之董事如下：

#### 執行董事

楊明光先生  
羅愛過女士  
林益勝先生  
溫耒先生  
莊友道先生

#### 獨立非執行董事

鍾育麟先生  
林欣芳女士  
Pak William Eui Won先生

按照本公司組織章程細則第116條，溫耒先生、莊友道先生及鍾育麟先生將於應屆股東週年大會上輪流告退及符合資格並願意膺選連任。

### 董事之服務合約

擬於應屆股東週年大會上重選之董事概無與本公司訂立任何本公司不可於一年內免付補償（法定補償除外）而終止之服務合約。

# Report of the Directors

## 董事會報告

### MANAGEMENT CONTRACTS

No contract concerning the management and administration of the whole or any substantial part of the business of the Company was entered into or existed during the year.

### DIRECTORS' INTEREST AND SHORT POSITIONS IN SHARE AND UNDERLYING SHARES

As at 31 December 2011, the interests and short positions of the Directors and the Company's chief executives in the shares, underlying shares and debentures of the Company or any associated corporation (within the meaning of Part XV of the Securities and Future Ordinance ("SFO")) which were required to be notified to the Company and the Stock Exchange pursuant to Division 7 and 8 of Part XV of the SFO (including interests and short positions which they have taken or deemed to have under such provisions of the SFO), the Model Code for Securities Transaction by Directors of Listed Companies and which were required to be entered in the register required to be kept under section 352 of the SFO were as follows:

#### (i) Long positions in shares of the Company

Name of Directors	Capacity	Number of shares held	% of the Company's issued share capital
董事姓名	身份	所持股份數目	佔本公司已發行股本之百分比
Mr. Yeung Ming Kwong 楊明光先生	Beneficial owner 實益擁有人	3,978,936 3,978,936	0.11% 0.11%
Mr. Lam Yick Sing 林益勝先生	Beneficial owner 實益擁有人	24,000,000 24,000,000	0.66% 0.66%
Mr. Wen Louis 溫耒先生	Interest of spouse 配偶權益	750 750	0.00% 0.00%

### 管理合約

年內概無訂立或存在關於本公司全部或任何重大部分業務之管理及行政合約。

### 董事於股份及相關股份之權益及淡倉

於二零一一年十二月三十一日，董事及本公司主要行政人員於本公司或任何相聯法團（定義見證券及期貨條例（「證券及期貨條例」）第XV部）之股份、相關股份及債權證中，擁有根據證券及期貨條例第XV部第7及8分部及上市公司董事進行證券交易的標準守則須知會本公司及聯交所之權益及淡倉（包括根據證券及期貨條例有關條文彼等被當作或視為擁有之權益及淡倉），以及須根據證券及期貨條例第352條而存置之登記冊所記錄之權益及淡倉如下：

#### (i) 於本公司股份中之好倉

# Report of the Directors

## 董事會報告

### DIRECTORS' RIGHT TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in the section headed "Share Option Scheme" below and note 23 in the financial statements, at no time during the year was the Company or any of its subsidiaries a party to any arrangements to enable the Directors to acquire benefits by means of the acquisition of shares in, or debt securities (including debentures) of, the Company or any other body corporate, neither the Directors nor any of their spouses or children under the age of 18 had any right to subscribe for the securities or debt securities of the Company or had exercised any such right.

### DIRECTORS' INTEREST IN CONTRACTS

No contracts of significance in relation to the Group's business to which the Company or any of its subsidiaries or holding companies was a party to and in which any of the Company's directors or members of its management had a material interest in, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

### DIRECTORS' INTEREST IN A COMPETING BUSINESS

During the year and up to the date of this report, no director is considered to have interests in a business which competes or is likely to compete, either directly or indirectly, with the businesses of the Group, as defined in the Listing Rules.

### SHARE OPTION SCHEME

The Company adopted a new share option scheme (the "Scheme") on 6 August 2007. Under the Scheme, the Directors may grant options to those qualified participants (including Directors and employees) who, in the opinion of the Board, have contributed or may contribute to the development of the Group and any entity in which the Group holds an equity interest.

During the year, no share option has been granted to any participants, directors or employees and no share option is outstanding pending for exercise. As at 31 December 2011, no option has been granted to any directors nor employees.

### 董事購買股份或債權證之權利

除下文「購股權計劃」一節及財務報表附註23所披露者外，於年內任何時間，本公司或其任何附屬公司概無訂立任何安排，致使董事可藉購買本公司或任何其他法人團體之股份或債務證券（包括債權證）而獲取利益，而各董事或彼等之配偶或十八歲以下子女概無擁有可認購本公司證券或債務證券之任何權利，亦無行使任何該等權利。

### 董事於合約之權益

於年終或年內任何時間並無存在由本公司或其任何附屬公司或控股公司就本集團業務訂立，且本公司董事或其管理層成員於當中直接或間接擁有重大權益之重大合約。

### 董事於競爭業務之權益

於年內及截至本報告日期，概無董事被視為於與本集團業務直接或間接競爭或可能競爭之業務中擁有權益（定義見上市規則）。

### 購股權計劃

本公司於二零零七年八月六日採納一項新購股權計劃（「該計劃」）。根據該計劃，董事可向董事會認為曾經或可能對本集團及本集團持有任何股權之任何實體之發展作出貢獻之合資格參與者（包括董事及僱員）授出購股權。

於年內，並無向任何參與者、董事或僱員授出任何購股權，亦無任何尚未行使而有待行使之購股權。於二零一一年十二月三十一日，本集團概無向任何董事或僱員授出購股權。

# Report of the Directors

## 董事會報告

### SUBSTANTIAL SHAREHOLDER AND OTHER PERSONS' INTERESTS IN SHARES AND UNDERLYING SHARES

As at 31 December 2011, no persons (other than the Directors or Chief Executive of the Company) has interests or short position in the shares and underlying shares of the company, being 5% or more of the Company's issued share capital, as known to the Company or recorded in the register required to be kept under Section 336 of the SFO and in accordance with information received by the Company.

### SUFFICIENCY OF PUBLIC FLOAT

The Company has maintained the prescribed public float under the Listing Rules.

### CODE OF BEST PRACTICE

Principal corporate governance practices adopted by the Company are set out in the Corporate Governance Report on pages 21 to 28.

### AUDITOR

The consolidated financial statements of the Company for the year ended 31 December 2011 were audited by Mazars CPA Limited, who has been the auditor of the Company since the year 2007.

A resolution will be submitted to the forthcoming annual general meeting of the Company to re-appointed Mazars CPA Limited as auditor of the Company.

ON BEHALF OF THE BOARD

**Yeung Ming Kwong**

*Chairman*

Hong Kong

16 March 2012

### 主要股東及其他人士於股份及相關股份之權益

於二零一一年十二月三十一日，就本公司所知或根據證券及期貨條例第336條須存置之登記冊所記錄及按照本公司獲得之資料，概無人士（董事或本公司主要行政人員除外）於本公司股份及相關股份中擁有本公司已發行股本5%或以上之權益或淡倉。

### 公眾持股量之充足度

本公司已維持上市規則規定之公眾持股量。

### 最佳常規守則

本公司採納之主要企業管治常規載於第21至28頁之企業管治報告。

### 核數師

本公司截至二零一一年十二月三十一日止年度之綜合財務報表由自二零零七年度以來一直擔任本公司核數師之瑪澤會計師事務所有限公司審核。

本公司將於應屆股東週年大會上提呈一項決議案，續聘瑪澤會計師事務所有限公司為本公司之核數師。

代表董事會

主席

楊明光

香港

二零一二年三月十六日

# Corporate Governance Report

## 企業管治報告

The Company recognises that good governance standards maintained throughout the Group serves as an effective risk management mechanism for the Company. The Board of Directors (the “Board”) of the Company is committed to ensuring a high level of corporate governance standards.

### 1. CORPORATE GOVERNANCE PRACTICES

The Board of the Company has adopted and, except for certain deviation as explained below, complied with its own code on corporate governance practices which incorporate all the code provision in the Code on Corporate Governance Practices (the “CG Code”) as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”). The Company will continue to enhance the corporate governance standards throughout the Group and ensure further standards be put in place by reference to the recommended best practices whenever suitable and appropriate.

本公司確認，本集團上下奉行之良好管治標準能有效地管理本公司之風險。本公司董事會（「董事會」）致力確保維持高企業管治水平。

### 1. 企業管治常規

本公司董事會已採納及（除下文所述有若干偏離外）遵守自訂企業管治常規守則，該守則加入香港聯合交易所有限公司證券上市規則（「上市規則」）附錄十四載列之企業管治常規守則（「企業管治守則」）之所有守則條文。本公司將繼續提升本集團整體之企業管治標準，確保於合適及適當之時參考建議最佳常規採用進一步之標準。

# Corporate Governance Report

## 企業管治報告

### 2. CORPORATE MANAGEMENT

#### i) Board of Directors

##### *Composition*

As at the date of this report, the Board is comprised of 8 members including 5 executive directors and 3 independent non-executive directors. The biographical details are set out on pages 11 to 13 of this report. The executive directors are responsible for managing the Group's business, including the business development, corporate strategies and company policies. The Independent Non-executive Directors endeavor to assist the Board to maintain high standards of financial and other mandatory reporting standards as well as providing adequate checks and balance for safeguarding the interest of shareholders and the Company as a whole. For the year ended 31 December 2011, the number of Independent Non-executive Directors at all times exceed one-third of the Board membership. Pursuant to the Listing Rules, the Company has received a written confirmation from each independent non-executive director of his/her independence to the Company. None of the existing Independent Non-executive Directors of the Company is appointed for a specific term which constitutes a deviation from code provision A.4.1 of the CG Code. However, one-third of the Directors of the Company (both executive and independent non-executive) are subject to retirement by rotation at each annual general meeting under the Articles of Association of the Company. The Company considers that sufficient measures have been taken to ensure that the Company's corporate governance practices are in line to those of the CG Code. The Board is comprised of professionally qualified and diversified individuals.

### 2. 企業管理

#### i) 董事會

##### *成員*

於本報告日期，董事會由八名成員組成，包括五名執行董事及三名獨立非執行董事，彼等之簡歷載於本報告第11至13頁。執行董事負責管理本集團之業務，包括業務發展、企業策略及公司政策。獨立非執行董事致力協助董事會維持高水平之財政及其他強制性申報標準，並作出充份制衡，以保障股東及本公司之整體利益。截至二零一一年十二月三十一日止年度，獨立非執行董事之人數一直超過董事會成員人數三分之一。根據上市規則，本公司已接獲各獨立非執行董事發出之確認書，確認其獨立於本公司。本公司現任獨立非執行董事概無特定任期，此舉構成偏離企業管治守則之守則條文A.4.1。然而，按照本公司組織章程細則，本公司三分之一之董事（包括執行董事及獨立非執行董事）須於每屆股東週年大會上輪流告退。本公司認為已採取足夠措施，確保本公司之企業管治常規符合企業管治守則之守則條文。董事會成員包括具備專業資格之多個界別人士。

# Corporate Governance Report

## 企業管治報告

### *Nomination of Directors*

The Company does not have a nomination committee. The Board as a whole is responsible for the procedures of appointment of board members and for nominating them for election by shareholders on the initial appointment and thereafter at regular intervals by rotation.

On 16 March 2012, the Board approved to set up a Nomination Committee according to Listing Rules requirements, the Nomination Committee comprises of the Chairman of the Group and two of the Independent Non-Executive Directors of the Company.

### *Board Process*

The Board meets regularly throughout the year to discuss the overall strategy as well as the operational and financial performance of the Group. In 2011, the Board held 15 full board meetings. In addition, executive Board meetings are convened when necessary to deal with day-to-day matters that require the Board's prompt decision, and are thus usually only executive directors would be attended. Individual attendance records on full board meetings and committees meetings are set out on page 24 of this Annual Report. Directors who are considered having conflict of interests or material interests in the proposed transactions or issues to be discussed would not be counted in the quorum of meeting and would abstain from voting on the relevant resolutions subject to certain exceptions set out in the Articles of Association of the Company. The Company Secretary maintains the minutes of the Board meetings for inspection by directors. All directors have access to the services of the Company Secretary who regularly updates the Board on corporate governance and regulatory matters. Any Director, Audit Committee member and Remuneration Committee member of the Company may take independent professional advice at the expense of the Company should they so wish.

### *提名董事*

本公司並無提名委員會。董事會全體須負責委任董事會成員之程序，並於首次任命及於其後定期輪值時提名董事會成員供股東投選。

於二零一二年三月十六日，董事會批准根據上市規則之規定成立提名委員會。提名委員會由本集團主席及兩名本公司獨立非執行董事組成。

### *董事會程序*

董事會在全年定期舉行會議，討論整體策略以及本集團之經營及財務表現。於二零一一年，董事會曾舉行15次全體會議。此外，必要時會召開執行董事會議，處理需要董事會迅速決策之日常事宜，有關會議一般僅由執行董事出席。個別出席全體董事會會議及委員會會議之紀錄載於本年報第24頁。被認為於建議交易或將予討論事宜中存在利益衝突或擁有重大權益之董事，將不會計入會議法定人數，並會放棄就相關決議案投票，惟本公司組織章程細則所載之若干例外情況除外。公司秘書保存董事會會議之紀錄以供董事查閱。公司秘書定期為董事會更新企業管治及法規事宜之資料，並向所有董事提供有關服務。本公司董事、審核委員會成員及薪酬委員會成員均可按意願獲取獨立專業意見，費用由本公司承擔。



# Corporate Governance Report

## 企業管治報告

### Board and Board Committee Attendance

The following table indicates the number of Board and Committee Meetings during the financial year and the number of attendance by each of the Directors:

### 董事會及董事委員會之出席率

下表顯示董事會及其轄下委員會於本財政年度內舉行會議之數目及各董事出席該等會議之次數：

Name 姓名		Number of meetings attended/held 出席／舉行會議次數		
		Board 董事會	Audit Committee 審核委員會	Remuneration Committee 薪酬委員會
<b>Executive Directors</b> 執行董事				
Mr. Yeung Ming Kwong	楊明光先生	15/15	2/2	2/2
Ms. Lo Oi Kwok, Sheree	羅愛過女士	11/15	–	–
Mr. Lam Yick Sing	林益勝先生	15/15	–	–
Mr. Wen Louis	溫耒先生	14/15	–	–
Mr. Zhuang You Dao	莊友道先生	12/15	–	–
<b>Independent Non-executive Directors</b> 獨立非執行董事				
Mr. Chung Yuk Lun	鍾育麟先生	2/15	2/2	2/2
Ms. Lam Yan Fong, Flora	林欣芳女士	0/15	0/2	2/2
Mr. Pak William Eui Won	Pak William Eui Won先生	9/15	2/2	2/2

# Corporate Governance Report

## 企業管治報告

### *Directors' Duties*

The Board is charged with leadership and supervision on the Group's affairs and is collectively responsible for promoting the success of the Group. Each director has a duty to act in good faith and in the best interests of the Company.

Matters that require decisions by the Board normally include but not limited to the overall group strategies, major acquisitions and disposals, annual and interim results, recommendation on the appointment or reappointment of directors, and other significant operational and financial matters. Directors are kept informed on a timely basis of major changes that may affect the Group's businesses, including relevant rules and regulations. The Board acknowledges its responsibility to prepare the financial statements and have them audited on an annual basis. The Company has adopted the generally accepted accounting standards in Hong Kong in preparing financial statements. Reasonable and prudent judgment and estimates have been made. The Group announces its financial results on a timely basis.

### *Conduct on Share Dealings*

The Company has adopted a code of conduct for securities transactions and dealings (the "Code of Conduct") based on the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix 10 of the Listing Rules (the "Model Code"). The terms of Code of Conduct are not less exacting than the standards in the Model Code, and the Code of Conduct applies to all the relevant persons as defined therein. Specific enquiry has been made to all Directors of the Company who have confirmed in writing of their compliance with the required standards set out in the Code of Conduct during the year under review.

### *董事之職責*

董事會之職責為領導及監督本集團事務，並須共同負責為本集團之成功作出努力。各董事有責任盡心為本公司之最佳利益行事。

須提交董事會決定之事宜一般包括（但不限於）整體集團策略、主要收購事項及出售事項、年度及中期業績、就任命或重新任命董事提出推薦建議以及其他重大營運及財務事宜。各董事均會適時得悉可能影響本集團業務之重大變動，包括相關規則及規例。董事會知悉其有責任編製財務報表，並安排每年將之審核。本公司於編製財務報表時採納香港公認會計原則，並已作出合理而審慎之判斷及估計。本集團適時公佈其財務業績。

### *股份買賣操守*

本公司已根據上市規則附錄十所載《上市發行人董事進行證券交易的標準守則》（「標準守則」）採納證券交易及買賣之操守守則（「操守守則」）。操守守則之條款不遜於標準守則內之標準，而操守守則適用於該守則所界定之全部有關人士。本公司已向全體董事作出特定查詢，而所有董事已書面確認於回顧年度內已遵守操守守則所載之規定標準。

# Corporate Governance Report

## 企業管治報告

### ii) Chairman and Chief Executive Officer

Code Provision A2.1 provides that the role of chairman and chief executive officer should be separate and should not be performed by the same individual. The Company does not have a designated position of Chief Executive Officer. The daily operation and management of the Company is monitored by the Executive Directors. On 25 May 2011, Mr. Yeung Ming Kwong, executive director and acting Chairman of the Company, was re-designated as Chairman of the Group. The board of the view that this arrangement allows more effective and efficient business planning and decisions.

### iii) Board Committees

The Board established an Audit Committee and a Remuneration Committee with defined terms of reference. Both committees are chaired by Independent Non-Executive Directors.

On 16 March 2012, the Board adopted a new terms of reference of Audit Committee and Remuneration Committee to align with the Listing Rules requirements.

#### (a) Audit Committee

The Company has established an Audit Committee which comprises of three Independent Non-Executive Directors of the Company. The Audit Committee has reviewed the audit findings, the accounting principles and practices adopted by the Group, the Listing Rules and statutory compliance, and has discussed auditing, internal control, risk management and financial reporting matters (including the interim and annual financial statements) with the senior management and the auditor. In addition, the Audit Committee has also reviewed the adequacy of resources, qualifications and experience of staff of the Group's accounting and financial reporting function.

### ii) 主席及行政總裁

守則條文A2.1訂明主席及行政總裁之角色應有所區分，而不應由同一人兼任。本公司並無設立行政總裁一職，惟執行董事負責監督本公司日常營運及管理。於二零一一年五月二十五日，本公司執行董事兼署理主席楊明光先生調任為本集團主席。董事會認為此安排可使業務規劃及決策更具效率及效益。

### iii) 董事委員會

董事會已成立具有界定職權範圍之審核委員會及薪酬委員會。兩個委員會均由獨立非執行董事擔任主席。

於二零一二年三月十六日，董事會採納審核委員會及薪酬委員會之新職權範圍，以符合上市規則之規定。

#### (a) 審核委員會

本公司已成立審核委員會，由本公司之三名獨立非執行董事組成。審核委員會已審閱核數結果、本集團所採納之會計原則及慣例、上市規則及法定事宜之遵守情況，並聯同高級管理層及核數師討論審核、內部監控、風險管理及財務申報事宜（包括中期及年度財務報表）。此外，審核委員會亦已審閱本集團會計及財務申報職能員工之資源、資格及經驗是否足夠。

# Corporate Governance Report

## 企業管治報告

### (b) Remuneration Committee

The Company has established a Remuneration Committee responsible for review and determination of the remuneration policy and packages of the directors and management executives. The Remuneration Committee comprises three Independent Non-executive Directors and one Executive Director. The terms of reference of the Remuneration Committee follow the CG Code. No director is involved in deciding his own remuneration.

### iv) External Auditor

The fees payable to the Company's auditor, Mazars CPA Limited, in respect of audit, review services and non-audit services in relation to the Company's rights issue for the year ended 31 December 2011 amounted to HK\$800,000, HK\$150,000 and HK\$80,000 respectively.

## 3. INTERNAL CONTROL

The Board recognises the overall responsibility for the establishment, maintenance, and review of a system of internal control that provides reasonable assurance of the reliability and integrity of financial and operational information, effectiveness and efficiency of operations, the safeguarding of assets and the compliance with laws and regulations. The system of internal control is designed to manage rather than eliminate all risks of failure while its goal is to provide reasonable but not absolute assurance regarding the achievement of organisational objectives.

### (b) 薪酬委員會

本公司已成立薪酬委員會，負責審閱及釐定董事及管理級行政人員之薪酬政策及組合。薪酬委員會由三名獨立非執行董事及一名執行董事組成。薪酬委員會之職權範圍按照企業管治守則訂定。概無董事參與釐定其本身之薪酬。

### iv) 外聘核數師

截至二零一一年十二月三十一日止年度，應付本公司核數師瑪澤會計師事務所有限公司之審核、審閱及非審核服務（有關本公司之供股）之費用分別為800,000港元、150,000港元及80,000港元。

## 3. 內部監控

董事會確認其有整體責任成立、維持及檢討內部監控系統，以合理地確保財務及營運資料之可靠性及真實性、營運效率及效益、保障資產及遵守法律及法規。內部監控系統乃為管理而非消除所有錯誤之風險而設，旨在就達成組織目標提供合理而非絕對之保證。

# Corporate Governance Report

## 企業管治報告

During the year, the Group adopted internal control policies on project investment, money lending business and short-term securities trading to enhance better internal control as recommended by last review conducted by Mazars CPA Limited. The Board, with the assistance of the Audit Committee and external auditor, assess the effectiveness of the Group's internal control system which covers all material controls, including financial, operational and compliance control twice a year.

#### 4. INVESTOR RELATIONS AND COMMUNICATIONS

The Company continues to pursue a proactive policy of promoting investor relations and communication by maintaining meetings with institutional shareholders, fund managers and analysts through different means including meetings, presentations and correspondence. In an effort to enhance communications with shareholders and investors, the Company maintains a website ([www.forefront.com.hk](http://www.forefront.com.hk)) to disseminate information relating to the latest business developments and all Company announcements. The Company regards the Annual General Meeting (the "AGM") as an important event as it provides an opportunity for direct communication between the Board and its shareholders. All shareholders of the Company are given at least a minimum of 20 clear business days notice of the date and venue of the AGM at which time the Directors and Committee members are available to answer questions on the business. The Company supports the CG Code's principle to encourage shareholder participation. The Board, according to the Listing Rules, will conduct voting at the forthcoming AGM by poll. The results of the Company voting will be announced on the Hong Kong Stock Exchange website and the Company website.

為達致更佳內部監控，本集團於年內按瑪澤會計師事務所有限公司上次進行檢討後作出之建議，採納有關項目投資、貸款業務及短期證券買賣之內部監控政策。董事會在審核委員會及外聘核數師協助下，每年兩次評估本集團內部監控系統之成效，有關系統涵蓋所有重大監控事宜，包括財務、營運及遵例監控。

#### 4. 投資者關係及溝通

本公司繼續採取主動促進投資者關係和溝通之政策，與機構股東、基金經理及分析師會面，形式包括會議、簡報及書信。為加強與股東及投資者之溝通，本公司已設立一個網站([www.forefront.com.hk](http://www.forefront.com.hk))，方便發放有關最新業務發展之資料及本公司所有公佈。本公司將股東週年大會（「股東週年大會」）視為重要事件，因股東週年大會可讓董事會與其股東直接溝通。本公司全體股東於股東週年大會舉行前至少有最短20個完整營業日獲通知大會舉行日期及地點，而董事及委員會成員屆時會於會上回應有關業務之提問。本公司支持企業管治守則鼓勵股東參與之原則。董事會將根據上市規則，於即將舉行之股東週年大會上以投票表決方式進行投票。本公司之投票結果將於香港聯交所網站及本公司網站公佈。

# Independent Auditor's Report

## 獨立核數師報告



### MAZARS CPA LIMITED

瑪澤會計師事務所有限公司

42nd Floor, Central Plaza

18 Harbour Road, Wanchai, Hong Kong

香港灣仔港灣道18號中環廣場42樓

Tel 電話: (852) 2909 5555

Fax 傳真: (852) 2810 0032

Email 電郵: info@mazars.com.hk

Website 網址: www.mazars.cn

### To the shareholders of Forefront Group Limited

*(incorporated in the Cayman Islands with limited liability)*

We have audited the consolidated financial statements of Forefront Group Limited (the "Company") and its subsidiaries (together "the Group") set out on pages 31 to 106, which comprise the consolidated and the Company's statements of financial position as at 31 December 2011, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Directors' responsibility for the consolidated financial statements

The directors of the Company are responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit and to report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

### 致福方集團有限公司

*(於開曼群島註冊成立之有限公司)*

### 全體股東

吾等已審核列載於第31至106頁福方集團有限公司(「貴公司」)及其附屬公司(統稱「貴集團」)之綜合財務報表。綜合財務報表包括二零一一年十二月三十一日之綜合及貴公司財務狀況表,以及截至該日止年度之綜合全面收入報表、綜合股東權益變動表及綜合現金流量表連同主要會計政策概要及其他附註解釋。

### 董事就綜合財務報表之責任

貴公司董事負責根據由香港會計師公會頒佈之香港財務報告準則及香港公司條例之披露規定,編製可真實而公平地反映狀況之綜合財務報表,並對董事釐定就編製並無重大錯誤陳述(無論因欺詐或錯誤)之綜合財務報表而言屬必要之有關內部監控負責。

### 核數師之責任

吾等之責任是根據吾等之審核,就該等綜合財務報表提出意見,並僅向全體股東報告吾等之意見,除此以外不作其他用途。吾等概不就本報告內容向任何其他人士承擔或負上任何責任。吾等乃根據香港會計師公會頒佈之香港核數準則進行審核工作。該等準則要求吾等遵守道德規範,並策劃及執行審核,以合理確定該等綜合財務報表是否不存在任何重大錯誤陳述。

# Independent Auditor's Report

## 獨立核數師報告

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the consolidated financial statements give a true and fair view of the state of the affairs of the Company and of the Group as at 31 December 2011, and of the Group's loss and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the disclosure requirements of the Hong Kong Companies Ordinance.

### Mazars CPA Limited

*Certified Public Accountants*

Hong Kong,  
16 March 2012

### Fung Shiu Hang

Practising Certificate number: P04793

審核涉及進行取得綜合財務報表所載金額及披露事項之審核憑證之程序。獲選用之程序取決於核數師之判斷，包括評估綜合財務報表因欺詐或錯誤而存在重大錯誤陳述之風險。在評估有關風險時，核數師會考慮與實體編製可真實而公平地反映狀況之綜合財務報表相關之內部監控，以設計適合有關情況之審核程序，惟並非旨在對實體內部監控之成效發表意見。審核亦包括評估所採用之會計政策是否合適，董事作出之會計估計是否合理，以及評估綜合財務報表之整體呈報方法。

吾等相信已獲足夠而合適之審核憑證作為吾等審核意見之基礎。

### 意見

吾等認為，綜合財務報表已根據香港財務報告準則真實而公平地顯示貴公司及貴集團於二零一一年十二月三十一日之財務狀況，以及貴集團於截至該日止年度之虧損及現金流量，並已根據香港公司條例之披露規定妥為編製。

### 瑪澤會計師事務所有限公司

*執業會計師*

香港，  
二零一二年三月十六日

### 馮兆恆

執業證書編號：P04793

# Consolidated Statement of Comprehensive Income

## 綜合全面收入報表

Year ended 31 December 2011 截至二零一一年十二月三十一日止年度

		Note	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
		附註		
<b>Turnover</b>	<b>營業額</b>	3	<b>(80,852)</b>	(21,703)
Other income	其他收入	3	<b>46,434</b>	29,239
Net release (charge) on provision for bad and doubtful debts	呆壞帳撥備撥回(支出) 淨額	17(b)	<b>70,141</b>	(89,346)
General and administrative expenses	一般及行政開支		<b>(18,606)</b>	(18,913)
Changes in fair value of financial assets at fair value through profit or loss	於損益帳按公平值處理之 財務資產之公平值變動		<b>(346,732)</b>	(116,551)
<b>Loss from operation</b>	<b>經營虧損</b>		<b>(329,615)</b>	(217,274)
Finance costs	融資成本	4(a)	-	(1,324)
Share of result of associates	應佔聯營公司之業績	11	<b>307</b>	1,393
Impairment loss on intangible assets	無形資產之減值虧損		-	(12,258)
Loss before taxation	除稅前虧損	4	<b>(329,308)</b>	(229,463)
Taxation	稅項	7	-	-
<b>Loss attributable to owners of the parent</b>	<b>母公司擁有人應佔虧損</b>	8	<b>(329,308)</b>	(229,463)
<b>Other comprehensive loss</b>	<b>其他全面虧損</b>			
Exchange difference arising from translation of financial statements of overseas subsidiaries	換算海外附屬公司財務 報表產生之匯兌差額		-	(213)
<b>Total comprehensive loss attributable to owners of the parent</b>	<b>母公司擁有人應佔 全面虧損總額</b>		<b>(329,308)</b>	(229,676)
			<b>HK\$ 港元</b>	<b>HK\$ 港元</b>
				(Restated) (經重列)
<b>Basic and diluted loss per share</b>	<b>每股基本及攤薄虧損</b>	9	<b>(0.12)</b>	(0.53)



# Consolidated Statement of Financial Position

## 綜合財務狀況表

At 31 December 2011 於二零一一年十二月三十一日

		Note 附註	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>Non-current assets</b>	<b>非流動資產</b>			
Property, plant and equipment	物業、廠房及設備	10	56	409
Interest in associates	於聯營公司之權益	11	32,248	36,487
Intangible assets	無形資產	13	67,592	69,000
Available-for-sale financial assets	可供出售財務資產	14	108,000	60,512
			<b>207,896</b>	<b>166,408</b>
<b>Current assets</b>	<b>流動資產</b>			
Financial assets at fair value through profit or loss	於損益帳按公平值處理之財務資產	15	445,338	451,324
Loans receivable	應收貸款	17	164,146	150,571
Other receivables	其他應收款項	18	2,677	20,420
Bank balances and cash	銀行結存及現金		138,183	131,342
			<b>750,344</b>	<b>753,657</b>
<b>Current liabilities</b>	<b>流動負債</b>			
Other payables	其他應付款項		3,403	29,820
<b>Net current assets</b>	<b>流動資產淨值</b>		<b>746,941</b>	<b>723,837</b>
<b>NET ASSETS</b>	<b>資產淨值</b>		<b>954,837</b>	<b>890,245</b>
<b>Capital and reserves</b>	<b>股本及儲備</b>			
Share capital	股本	22	36,547	406,082
Reserves	儲備		918,290	484,163
<b>TOTAL EQUITY</b>	<b>股權總值</b>		<b>954,837</b>	<b>890,245</b>

Approved and authorised for issue by the Board of Directors on 16 March 2012 and are signed on behalf by:

經由董事會於二零一二年三月十六日批准及授權刊發，並由下列董事代表簽署：

**Yeung Ming Kwong**  
楊明光  
Director  
董事

**Lo Oi Kwok, Sheree**  
羅愛過  
Director  
董事

# Statement of Financial Position

## 財務狀況表

At 31 December 2011 於二零一一年十二月三十一日

		Note 附註	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>Non-current assets</b>	<b>非流動資產</b>			
Interest in subsidiaries	於附屬公司之權益	16	<b>881,800</b>	818,731
Available-for-sale financial assets	可供出售財務資產	14	–	–
			<b>881,800</b>	818,731
<b>Current assets</b>	<b>流動資產</b>			
Other receivables	其他應收款項	18	<b>343</b>	583
Bank balances and cash	銀行結存及現金		<b>65,589</b>	129,783
			<b>65,932</b>	130,366
<b>Current liabilities</b>	<b>流動負債</b>			
Other payables	其他應付款項		<b>1,190</b>	2,963
Amounts due to subsidiaries	應付附屬公司款項	16	<b>70,799</b>	86,905
			<b>71,989</b>	89,868
<b>Net current (liabilities) assets</b>	<b>流動(負債)資產淨值</b>		<b>(6,057)</b>	40,498
<b>NET ASSETS</b>	<b>資產淨值</b>		<b>875,743</b>	859,229
<b>Equity and reserves</b>	<b>股權及儲備</b>			
Share capital	股本	22	<b>36,547</b>	406,082
Reserves	儲備	24	<b>839,196</b>	453,147
<b>TOTAL EQUITY</b>	<b>股權總值</b>		<b>875,743</b>	859,229

Approved and authorised for issue by the Board of Directors on 16 March 2012 and are signed on behalf by:

經由董事會於二零一二年三月十六日批准及授權刊發，並由下列董事代表簽署：

**Yeung Ming Kwong**  
楊明光  
Director  
董事

**Lo Oi Kwok, Sheree**  
羅愛過  
Director  
董事

# Consolidated Statement of Changes in Equity

## 綜合股東權益變動表

For the year ended 31 December 2011 截至二零一一年十二月三十一日止年度

		Attributable to owners of the parent 母公司擁有人應佔								
		Share capital	Share premium	Share option reserve	Equity component of zero coupon convertible bonds 零息票可換股債券之權益部分	Capital reserve	Capital redemption reserve	Cumulative translation reserve	Accumulated deficit	Total equity
		股本 HK\$'000 千港元	股份溢價 HK\$'000 千港元	購股權儲備 HK\$'000 千港元	可換股債券之權益部分 HK\$'000 千港元	資本儲備 HK\$'000 千港元	資本贖回儲備 HK\$'000 千港元	累計換算儲備 HK\$'000 千港元	累計虧絀 HK\$'000 千港元	股權總值 HK\$'000 千港元
At 1 January 2010	於二零一零年一月一日									
Beginning of year	年初	43,938	805,044	-	23,230	10,482	1,173	213	(475,683)	408,397
<b>Comprehensive loss</b>	<b>全面虧損</b>									
Loss for the year	年內虧損	-	-	-	-	-	-	-	(229,463)	(229,463)
Exchange difference arising from translation of foreign operation	換算海外業務產生之匯兌差額	-	-	-	-	-	-	(213)	-	(213)
<b>Total comprehensive loss for the year</b>	<b>年內全面虧損總額</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(213)</b>	<b>(229,463)</b>	<b>(229,676)</b>
<b>Transactions with owners</b>	<b>與擁有人進行之交易</b>									
Issue of shares on rights issue, net of expenses	供股時發行股份 (已扣除開支)	109,846	188,977	-	-	-	-	-	-	298,823
Share options granted	授出購股權	-	-	1	-	-	-	-	-	1
Exercise of share options	行使購股權	4,394	9,667	(1)	-	-	-	-	-	14,060
Convertible bonds issued and converted, net of expenses	發行及轉換可換股債券 (已扣除開支)	32,448	76,528	-	(23,230)	-	-	-	-	85,746
Issue of optional bonds	發行選擇性債券	-	-	-	10,472	-	-	-	-	10,472
Conversion of optional bonds	轉換選擇性債券	11,357	27,143	-	(10,472)	-	-	-	-	28,028
Issue of new shares, net of expenses	發行新股 (已扣除開支)	204,099	70,295	-	-	-	-	-	-	274,394
<b>Total transactions with owners</b>	<b>與擁有人進行之交易總額</b>	<b>362,144</b>	<b>372,610</b>	<b>-</b>	<b>(23,230)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>711,524</b>
At 31 December 2010 and at 1 January 2011	於二零一零年十二月三十一日及於二零一一年一月一日	406,082	1,177,654	-	-	10,482	1,173	-	(705,146)	890,245
<b>Comprehensive loss</b>	<b>全面虧損</b>									
Loss for the year	年內虧損	-	-	-	-	-	-	-	(329,308)	(329,308)
<b>Total comprehensive loss for the year</b>	<b>年內全面虧損總額</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(329,308)</b>	<b>(329,308)</b>
<b>Transactions with owners</b>	<b>與擁有人進行之交易</b>									
Issue of shares on rights issue, net of expenses (note 22(b))	供股時發行股份 (已扣除開支) (附註22(b))	32,487	361,413	-	-	-	-	-	-	393,900
Capital reorganisation (note 22(a))	股本重組 (附註22(a))	(402,022)	-	-	-	-	-	-	402,022	-
<b>Total transactions with owners</b>	<b>與擁有人進行之交易總額</b>	<b>(369,535)</b>	<b>361,413</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>402,022</b>	<b>393,900</b>
<b>At 31 December 2011</b>	<b>於二零一一年十二月三十一日</b>	<b>36,547</b>	<b>1,539,067</b>	<b>-</b>	<b>-</b>	<b>10,482</b>	<b>1,173</b>	<b>-</b>	<b>(632,432)</b>	<b>954,837</b>

# Consolidated Statement of Cash Flows

## 綜合現金流量表

For the year ended 31 December 2011 截至二零一一年十二月三十一日止年度

		Note	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
		附註		
<b>OPERATING ACTIVITIES</b> 經營業務				
Net cash used in operations	經營所用現金淨額	25	(362,359)	(515,878)
Interest paid	已付利息		–	(38)
<b>Net cash used in operating activities</b>	<b>經營業務所用現金淨額</b>		<b>(362,359)</b>	<b>(515,916)</b>
<b>INVESTING ACTIVITIES</b> 投資活動				
Interest received	已收利息		581	114
Dividend received from an associate	已收一間聯營公司股息		–	1,200
Purchase of property, plant and equipment	購買物業、廠房及設備		–	(74)
Purchase of available-for-sale financial assets	購買可供出售財務資產		(125,281)	(60,512)
Proceeds from disposal of a subsidiary	出售一間附屬公司所得款項	19	100,000	85,000
<b>Net cash (used in) generated from investing activities</b>	<b>投資活動(所用)所得現金淨額</b>		<b>(24,700)</b>	<b>25,728</b>
<b>FINANCING ACTIVITIES</b> 融資活動				
Proceeds from issue of optional bonds/ convertible bonds	發行選擇性債券／可換股債券所得款項		–	38,500
Proceeds from issue of new shares	發行新股所得款項		–	135,192
Proceeds from issue of new shares under share option scheme	根據購股權計劃發行新股所得款項		–	14,060
Proceeds from issue of new shares on rights issue, net of expenses	供股時發行新股之所得款項(已扣除開支)		393,900	298,823
<b>Net cash generated from financing activities</b>	<b>融資活動所得現金淨額</b>		<b>393,900</b>	<b>486,575</b>

# Consolidated Statement of Cash Flows

## 綜合現金流量表

For the year ended 31 December 2011 截至二零一一年十二月三十一日止年度

	Note 附註	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>Effect on cumulative translation adjustments</b>	累計換算調整之影響	—	(213)
<b>Net increase (decrease) in cash and cash equivalents</b>	現金及現金等價物增加 (減少)淨額	<b>6,841</b>	(3,826)
Cash and cash equivalents at beginning of year	年初之現金及現金等價物	<b>131,342</b>	135,168
<b>Cash and cash equivalents at end of year, represented by bank balances and cash</b>	年終之現金及現金等價物， 以銀行結存及現金代表	<b>138,183</b>	131,342

# Notes to the Financial Statements

## 財務報表附註

### 1. CORPORATION INFORMATION

Forefront Group Limited is a limited liability company incorporated in Cayman Islands and its shares are listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). The address of the registered office, principal place of business, activities and particulars of the Company and its subsidiaries are set out in the Corporation Information and Report of the Directors.

### 2. PRINCIPAL ACCOUNTING POLICIES

#### Basis of preparation

These consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”) which collective term includes all applicable Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (“HKAS”) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. These consolidated financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange.

These consolidated financial statements have been prepared on a basis consistent with the accounting policies adopted in the 2010 consolidated financial statements. The adoption of the following new/revised HKFRSs that are relevant to the Group and effective from the current year had no significant effects on the Group’s results and financial position for the current and prior years. A summary of the principal accounting policies adopted by the Group is set out below.

### 1. 公司資料

福方集團有限公司為於開曼群島註冊成立之有限公司，其股份於香港聯合交易所有限公司（「聯交所」）上市。本公司及其附屬公司之註冊辦事處及主要營業地點地址、業務及詳情載於公司資料及董事會報告內。

### 2. 主要會計政策

#### 編製基準

此等綜合財務報表乃按香港財務報告準則（「香港財務報告準則」）編製。香港財務報告準則為一統稱，包括香港會計師公會（「香港會計師公會」）頒佈之所有適用香港財務報告準則、香港會計準則（「香港會計準則」）及詮釋、香港公認會計原則及香港公司條例之披露規定。此等綜合財務報表亦符合聯交所證券上市規則之適用披露條文。

此等綜合財務報表之編製基準與二零一零年綜合財務報表所採納之會計政策貫徹一致。採納以下與本集團有關並於本年度生效之新訂／經修訂香港財務報告準則對本集團於本年度及過往年度之業績及財務狀況並無重大影響。下文載列本集團已採納之主要會計政策概要。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Adoption of new/revised HKFRSs

##### HKAS 24 (Revised) – Related Party Disclosures

HKAS 24 was revised to include a new definition of related party and to provide a partial exemption from the disclosure requirements in relation to related party transactions and outstanding balances, including commitments, with:

- (a) a government that has control, joint control or significant influence over the reporting entity; and
- (b) another entity that is a related party because the same government has control, joint control or significant influence over both the reporting entity and the other entity.

The Group adopted the new definition in its accounting policies but such adoption does not have an effect on the disclosures made in the consolidated financial statements.

##### Improvements to HKFRSs 2010 – Improvements to HKFRSs 2010

The improvements comprise a number of improvements to Standards of which Amendments to HKAS 1 (Revised): *Presentation of Financial Statements: Clarification of statement of changes in equity* is considered to be relevant to the Group. The Amendments clarify that the reconciliation of each component of other comprehensive income may be presented either in the statement of changes in equity or in the notes to the financial statements. The Group has decided to continue presenting the reconciliation in the statement of changes in equity and such adoption does not have any significant effects on the disclosures made in the consolidated financial statements.

### 2. 主要會計政策 (續)

#### 採納新訂／經修訂香港財務報告準則

##### 香港會計準則第24號 (經修訂) – 關連人士披露

香港會計準則第24號已經修訂，收納關連人士之新釋義，並豁免部分有關與以下各方進行關連人士交易及未結清結存 (包括承擔) 之披露規定：

- (a) 對呈報實體具有控制權、共同控制權或重大影響力之政府；及
- (b) 因同一政府同時對呈報實體及另一實體具有控制權、共同控制權或重大影響力而屬關連人士之另一實體。

本集團已將此新釋義納入其會計政策內，惟採納新釋義並不影響綜合財務報表所作披露。

二零一零年香港財務報告準則之改進 – 二零一零年香港財務報告準則之改進  
有關改進包括多項準則改進，當中香港會計準則第1號 (經修訂) 之修訂：呈列財務報表：股東權益變動表之澄清被視為與本集團有關。有關修訂澄清其他全面收入各組成部分之對帳可於股東權益變動表或財務報表附註內呈列。本集團已決定繼續於股東權益變動表內呈列有關對帳，而採納修訂對綜合財務報表內作出之披露並無任何重大影響。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Basis of measurement

The measurement basis used in the preparation of these financial statements is historical cost, except for certain financial instruments, which are measured at fair value, as explained in the accounting policies set out below.

#### Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and all of its subsidiaries as at 31 December each year. The financial statements of the subsidiaries are prepared for the same reporting year as that of the Company using consistent accounting policies.

All intra-group balance, transactions, income and expenses and profits and losses resulting from intra-group transactions are eliminated in full. The results of subsidiaries are consolidated from the date on which the Group obtains control and continue to be consolidated until the date that such control ceased.

Non-controlling interests are presented separately in the consolidated statement of comprehensive income and within equity in the consolidated statement of financial position, separately from owners of the parent. The non-controlling interests in the acquiree, that are present ownership interests and entitle their holders to a proportionate share of the acquiree's net assets in event of liquidation, is measured initially either at fair value or at the present ownership interests' proportionate share in the recognised amounts of the acquiree's identifiable net assets. This choice of measurement basis is made on an acquisition-by-acquisition basis.

#### Allocation of total comprehensive income

Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and the non-controlling interest even if this results in the non-controlling interest having a deficit balance.

### 2. 主要會計政策 (續)

#### 計量基準

編製此等財務報表所採用之計量基準為歷史成本，惟如下文載列之會計政策所述，若干財務工具乃以公平值計量。

#### 綜合基準

綜合財務報表包括本公司及其所有附屬公司截至每年十二月三十一日為止之財務報表。附屬公司之財務報表乃於與本公司相同之報告年度使用與本公司貫徹一致之會計政策編製。

集團內公司間之所有結餘、交易、收支及集團內公司間交易所產生盈虧會全數對銷。附屬公司之業績由本集團取得控制權當日起至有關控制權終止當日止綜合計算。

非控股權益乃於綜合全面收入報表及綜合財務狀況表之股權中分開呈列，並與母公司擁有人分開呈列。於被收購公司之非控股權益為現時擁有權權益，賦予持有人權利於被收購公司清盤時按比例攤分被收購公司之淨資產，初步按公平值或按現時擁有權權益所佔被收購公司淨資產已確認金額之比例計量。計量基準會因應逐項收購選擇。

#### 分配全面收入總額

損益及其他全面收入各組成部分均歸於母公司擁有人以及非控股權益。全面收入總額歸於母公司擁有人以及非控股權益，即使此舉會導致非控股權益之餘額出現虧蝕。



# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Basis of consolidation (Continued)

##### Changes in ownership interest

Changes in the Group's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. The carrying amounts of the controlling and non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiary. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to the owners of the parent.

When the Group loses control of a subsidiary, the profit or loss on disposal is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest determined at the date when control is lost and (ii) the carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests at the date when control is lost. The amounts previously recognised in other comprehensive income in relation to the disposed subsidiary is recognised on the same basis as would be required if the parent had directly disposed of the related assets or liabilities. Any investment retained in the former subsidiary and any amounts owed by or to the former subsidiary is accounted for as a financial asset, associate, jointly controlled entity or others as appropriate from the date when control is lost.

#### Subsidiaries

A subsidiary is an entity, in which the Company has the power to govern the financial and operating policies so as to obtain benefits from activities.

In the Company's statement of financial position, investments in subsidiaries are stated at cost less impairment losses. The carrying amount of the investment is reduced to its recoverable amount on an individual basis. The results of subsidiaries are accounted for by the Company on the basis of dividends received and receivable.

### 2. 主要會計政策 (續)

#### 綜合基準 (續)

##### 擁有權權益變動

倘本集團於附屬公司之擁有權權益出現變動，但並無導致本集團失去對該附屬公司之控制權，則入帳列作權益交易。本集團之控股與非控股權益之帳面金額均予以調整，以反映彼等於附屬公司之相關權益之變動。非控股權益之調整款額與已付或已收代價之公平值兩者間之任何差額，均直接於權益確認並歸屬於母公司擁有人。

倘本集團失去對附屬公司之控制權，則出售損益按(i)已收代價之公平值及於失去控制權當日所釐定任何保留權益之公平值之總額與(ii)該附屬公司之資產(包括商譽)及負債以及任何非控股權益於失去控制權當日之帳面金額兩者間之差額計算。先前就已出售附屬公司於其他全面收入確認之款額，會按猶如母公司已直接出售相關資產或負債之所需相同基準確認。在前附屬公司保留之任何投資及該前附屬公司所結欠或應收之任何金額，會由失去控制權當日起入帳列作財務資產、聯營公司、共同控制實體或其他項目(如適用)。

#### 附屬公司

附屬公司指本公司有權規管其財務及營運政策以自業務中獲取利益之實體。

於本公司之財務狀況表中，於附屬公司之投資乃按成本減去減值虧損入帳。投資之帳面金額按個別基準扣減至其可收回金額。本公司按已收及應收股息基準將附屬公司之業績入帳。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Associates

An associate is an entity in which the Group has significant influence and which is neither a subsidiary nor a joint venture.

The Group's investment in associate is accounted for under the equity method of accounting. The consolidated statement of comprehensive income includes the Group's share of the post-acquisition results of the associate for the year. The consolidated statement of financial position includes the Group's share of the net assets of the associate and also goodwill. The Group discontinues recognising its share of further losses when the Group's share of losses of the associate equals or exceeds the carrying amount of its interest in the associate, which includes any long term interests that, in substance, form part of the Group's net investment in the associate.

On the loss of significant influence, the Group remeasures any retained interest in the former associate at fair value. The difference between the fair value of any retained investment and proceeds from disposing of the partial interest in the associate and the carrying amount of the investment at the date when significant influence is lost is recognised in profit or loss. In addition, all amounts previously recognised in other comprehensive income in respect of the former associate are accounted for on the same basis as would be required if the former associate had directly disposed of the related assets or liabilities. The fair value of the retained interest on the date of ceasing to be an associate is regarded as the fair value on initial recognition as a financial asset subsequently.

### 2. 主要會計政策 (續)

#### 聯營公司

聯營公司指本集團對其擁有重大影響力但不屬於附屬公司及合營公司之實體。

本集團於聯營公司之投資以權益會計法入帳。綜合全面收入報表包括年內本集團應佔聯營公司之收購後業績。綜合財務狀況表包括本集團應佔聯營公司之淨資產及商譽。倘本集團應佔聯營公司之虧損相等於或超過其於該聯營公司之權益(包括任何實質上構成本集團於該聯營公司之淨投資一部分之長期權益)之帳面金額,則本集團不再確認其應佔之進一步虧損。

失去重大影響力時,本集團按公平值重新計量於前聯營公司之任何保留權益。任何保留投資及出售該聯營公司部分權益所得款項之公平值與失去重大影響力當日投資賬面值兩者間之差額於損益帳確認。此外,之前於其他全面收入中就前聯營公司確認之所有金額均按前聯營公司直接出售相關資產或負債所須使用之相同基準入帳。保留權益於不再為聯營公司當日之公平值被視為其後首次確認為財務資產時之公平值。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Goodwill

Goodwill arising on an acquisition of a subsidiary is measured as the excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the fair value of any previously held equity interest in the acquiree over the acquisition date amounts of the identifiable assets acquired and the liabilities assumed of the acquired subsidiary. Goodwill arising on an acquisition of an associate or a jointly controlled entity is measured as the excess of the cost of investment over the Group's share of the net fair value of the identifiable assets and liabilities of the acquired associate or jointly controlled entity.

Goodwill on acquisition of subsidiary is recognised as a separate asset. Goodwill on acquisitions of associates or jointly controlled entities is included in interests in associates or jointly controlled entities. Goodwill is carried at cost less accumulated impairment losses, which is tested for impairment annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. For the purpose of impairment test and determination of gain or loss on disposal, goodwill is allocated to cash-generating units. An impairment loss on goodwill is not reversed.

In respect of a subsidiary, any excess of the acquisition date amounts of identifiable assets acquired and the liabilities assumed of the acquired subsidiary over the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree and the fair value of the acquirer's previously held interest in the acquiree, if any, after reassessment, is recognised immediately in profit or loss as a bargain purchase. In respect of an associate or a jointly controlled entity, any excess of the Group's share of its net fair value of identifiable assets and liabilities over the cost of investment is recognised immediately as income.

### 2. 主要會計政策 (續)

#### 商譽

收購附屬公司所產生之商譽按所轉讓代價、於被收購公司中任何非控股權益之金額及以往所持被收購公司股權之公平值，超過被收購附屬公司之所收購可識別資產及所承擔負債於收購當日之金額之差額計量。收購聯營公司或共同控制實體所產生之商譽按投資成本超過本集團應佔被收購聯營公司或共同控制實體之可識別資產及負債之公平淨值之差額計量。

收購附屬公司所產生之商譽確認為獨立之資產。收購聯營公司或共同控制實體產生之商譽計入於聯營公司或共同控制實體之權益。商譽以成本減累計減值虧損列帳，並每年或於發生事件或狀況變動顯示帳面值可能出現減值時更頻密地進行減值測試。進行減值測試及釐定出售盈虧時會將商譽分配至現金產生單位。商譽之減值虧損不作撥回。

就附屬公司而言，被收購附屬公司之所收購可識別資產及所承擔負債於收購當之金額超過所轉讓代價、於被收購公司中任何非控股權益之金額及收購方以往所持被收購公司權益（如有）之公平值之差額，會於重新評估後即時於損益帳中確認為購買優惠。就聯營公司或共同控制實體而言，本集團應佔其可識別資產及負債之公平淨值超過投資成本之任何差額會即時確認為收入。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Repair and maintenance are charged to the profit or loss during the year in which they are incurred.

Depreciation is provided to write off the cost less accumulated impairment losses of property, plant and equipment over their estimated useful lives as set out below from the date on which they are available for use and after taking into account their estimated residual values, using the straight-line method, at the following rates per annum:

Leasehold improvement	50%
Furniture and fixture	20%-50%
Motor vehicles	33%

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in profit or loss in the year in which the item is derecognised.

### 2. 主要會計政策 (續)

#### 物業、廠房及設備

物業、廠房及設備按成本減累計折舊及累計減值虧損列帳。物業、廠房及設備項目之成本包括其購買價及令資產達致其營運狀況及運送至其運作地點作擬定用途之任何直接應佔費用。維修及保養開支於產生當年在損益帳中扣除。

本集團於計及物業、廠房及設備之估計餘值後，於由可供使用日期起之下述估計可用年期內以直線法按下列年率撇銷成本減累計減值虧損，以作出折舊撥備：

租賃物業裝修	50%
傢具及裝置	20%-50%
汽車	33%

物業、廠房及設備項目於出售時或預期持續使用該資產不會產生未來經濟利益時終止確認。終止確認資產所產生之任何盈虧（按出售所得款項淨額與項目帳面值之差額計算）計入項目終止確認年度之損益帳。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Intangible assets

Intangible assets that are acquired by the Group are stated in consolidated statement of financial position at cost less accumulated amortisation (where the estimated useful life is definite) and impairment losses.

Amortisation of intangible assets with finite useful lives is charged to the profit or loss on a straight-line basis over the assets' estimated useful lives which are determined by the period over which it is expected to bring economic benefits to the Group. The forestry land use rights and tree entitlement are amortised from the date they are available for use over their estimated useful life of 50 years.

The Group reviews the estimated useful life and amortisation method for these intangible assets annually and makes adjustment when necessary.

#### Financial instruments

Financial assets and financial liabilities are recognised when and only when the Group becomes a party to the contractual provisions of the instruments and on a trade date basis.

A financial asset is derecognised when and only when (i) the Group's contractual rights to future cash flows from the financial asset expire or (ii) the Group transfers the financial asset and the Group has transferred substantially all the risks and rewards of ownership of the financial asset. A financial liability is derecognised when and only when the liability is extinguished, that is, when the obligation specified in the relevant contract is discharged, cancelled or expires.

### 2. 主要會計政策 (續)

#### 無形資產

本集團收購之無形資產於綜合財務狀況表內按成本減累計攤銷(估計可使用年期有限之無形資產)及減值虧損列帳。

可使用年期有限之無形資產之攤銷會於資產估計可使用年期內按直線法在損益帳中扣除，而有關估計可使用年期乃按資產預期為本集團帶來經濟利益之期限釐定。林地使用權及林木所有權由可供使用當日起按50年之估計可使用年期攤銷。

本集團會每年檢討此等無形資產之估計可使用年期及攤銷方法，並於有需要時作出調整。

#### 財務工具

當且僅當本集團成為該等工具之合約條文之一方時，財務資產及財務負債方會確認，而於確認時乃以交易日期為基準。

當且僅當(i)本集團於財務資產未來現金流量之合約權利屆滿，或(ii)本集團轉讓該財務資產，同時轉移該項財務資產擁有權之絕大部分風險及回報時，方會終止確認財務資產。當且僅當財務負債消除時(即相關合約列明之義務被免除、取消或屆滿時)，財務負債方會終止確認。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Financial instruments (Continued)

##### *Financial assets at fair value through profit or loss*

Financial assets at fair value through profit or loss include financial assets held for trading and financial assets designated upon initial recognition as at fair value through profit or loss. They are carried at fair value, with any resultant gain and loss recognised in profit or loss.

Financial assets are classified as held for trading if they are (i) acquired or incurred principally for the purpose of selling or repurchasing in the near future; (ii) part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or (iii) derivatives that are not designated and effective hedging instruments.

Financial assets are designated at initial recognition as at fair value through profit or loss only if (i) the designation eliminate or significantly reduce the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on a different basis; or (ii) they are part of a group of financial assets and / or financial liabilities that are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management strategy; or (iii) they contain embedded derivatives that would need to be separately recorded.

Where a contract contains one or more embedded derivatives, the entire hybrid contract may be designated as a financial asset at fair value through profit or loss, except where the embedded derivative does not significantly modify the cash flows or it is clear that separation of the embedded derivative is prohibited.

### 2. 主要會計政策 (續)

#### 財務工具 (續)

##### *於損益帳按公平值處理之財務資產*

於損益帳按公平值處理之財務資產包括持作買賣之財務資產及於首次確認時指定於損益帳按公平值處理之財務資產，以公平值列帳，所產生之任何盈虧於損益帳中確認。

倘財務資產(i)主要為於短期內出售或購回而購入或產生；(ii)由本集團集中管理且有跡象顯示近期出現實際短期獲利之已識別財務工具組合之一部分；或(iii)屬並非指定且為有效對沖工具之衍生工具，則分類為持作買賣財務資產。

財務資產僅會於下列情況下於首次確認時指定為於損益帳按公平值處理：(i)該項指定消除或大幅減少因按不同基準計量資產或負債或確認盈虧而導致處理方法不一之情況；或(ii)該等財務資產屬受管理且根據明文風險管理策略按公平值基準評估表現之一組財務資產及／或財務負債之一部分；或(iii)該等財務資產包含須分開記錄之嵌入式衍生工具。

倘一份合約包含一項或多項嵌入式衍生工具，則整份混合合約或會指定為於損益帳按公平值處理之財務資產，惟倘嵌入式衍生工具不能大幅改善現金流量或明顯不得將嵌入式衍生工具分開則除外。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Financial instruments (Continued)

##### Loans and receivables

Loans and receivables including loans and other receivables and amounts due from subsidiaries are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are not held for trading. They are measured at amortised cost using the effective interest method, except where receivables are interest-free loans and without any fixed repayment term or the effect of discounting would be insignificant. In such case, the receivables are stated at cost less impairment loss. Amortised cost is calculated by taking into account any discount or premium on acquisition over the year to maturity. Gains and losses arising from derecognition, impairment or through the amortisation process are recognised in profit or loss.

##### Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either designated at this category or not classified in any of the other categories of financial assets. They are measured at fair value with changes in value recognised as a separate component of equity until the assets are sold, collected or otherwise disposed of, or until the assets are determined to be impaired, at which time the cumulative gain or loss previously reported in other comprehensive income shall be reclassified to profit or loss as a reclassification adjustment.

Available-for-sale financial assets that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are stated at cost less impairment loss.

### 2. 主要會計政策 (續)

#### 財務工具 (續)

##### 貸款及應收款項

貸款及應收款項包括貸款及其他應收款項以及應收附屬公司款項，為有固定或可釐定付款額而並無活躍市場報價且非持作買賣之非衍生財務資產。此等貸款及應收款項以實際利率法按經攤銷成本計量，惟倘應收款項為無固定還款期或貼現影響不大之免息貸款，則按成本減去減值虧損列帳。經攤銷成本於到期前各年經計及收購時之任何折讓或溢價後計算。終止確認、減值或透過攤銷過程所產生之盈虧於損益帳確認。

##### 可供出售財務資產

可供出售財務資產為指定為此類別或不予分類為其他財務資產類別之非衍生財務資產，按公平值計量，而價值變動確認為個別股權部分，直至資產被出售、收集或以其他方式處置為止，或直至資產被釐定為已減值為止，屆時，之前於其他全面收入中呈報之累計收益或虧損將重新分類至損益帳，列作重新分類調整。

並無活躍市場報價且公平值不能可靠地計量之可供出售財務資產按成本減去減值虧損列帳。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Financial instruments (Continued)

##### Impairment of financial assets

At the end of each reporting period, the Group assesses whether there is objective evidence that financial assets, other than those at fair value through profit or loss, are impaired. The impairment loss of financial assets carried at amortised cost is measured as the difference between the assets' carrying amount and the present value of estimated future cash flow discounted at the financial asset's original effective interest rate. Such impairment loss is reversed in subsequent periods through profit or loss when an increase in the asset's recoverable amount can be related objectively to an event occurring after the impairment was recognised, subject to a restriction that the carrying amount of the asset at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

For an available-for-sale financial asset that is carried at cost, the amount of impairment loss is measured as the difference between the carrying amount of the financial asset and the present value of estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss shall not be reversed.

##### Financial liabilities

The Group's and the Company's financial liabilities include other payables and amount due to subsidiaries. All financial liabilities except for derivatives are recognised initially at their fair value and subsequently measured at amortised cost, using effective interest method, unless the effect of discounting would be insignificant, in which case they are stated at cost.

### 2. 主要會計政策 (續)

#### 財務工具 (續)

##### 財務資產減值

本集團會於各報告期結束日評估是否有客觀證據顯示財務資產(於損益帳按公平值處理者除外)出現減值。按經攤銷成本列帳之財務資產之減值虧損按資產帳面值與按財務資產原實際利率貼現之估計未來現金流量現值之差額計量。倘資產之可收回金額增加，而是項增加能夠客觀地與確認減值後發生之事件有關，則於往後期間透過損益帳撥回有關減值虧損，惟該項資產於撥回減值當日之帳面值不得超過原先並無確認減值時之經攤銷成本。

至於按成本列帳之可供出售財務資產，減值虧損之金額按財務資產之帳面金額與按類似財務資產現有市場回報率貼現之估計未來現金流量現值之差額計量。有關減值虧損不予撥回。

##### 財務負債

本集團及本公司之財務負債包括其他應付款項及應付附屬公司款項。所有財務負債(衍生工具除外)初步以公平值確認，其後利用實際利率法按經攤銷成本計量，惟倘貼現影響並不重大，則按成本列帳。



# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Cash equivalents

For the purpose of the consolidated statement of cash flows, cash equivalent represent short-term highly liquid investments which are readily convertible into known amounts of cash and which are subject to an insignificant risk of change in value, net of bank overdrafts.

#### Revenue recognition

Revenue is recognised when it is probable that the economic benefits will flow to the Group and when the revenue and costs, if applicable, can be measured reliably and on the following bases.

Realised gain or loss on financial assets at fair value through profit or loss is recognised on a trade date basis whilst unrealised gain or loss on financial assets at fair value through profit or loss is recognised based on the change in their fair value at the end of the reporting period.

Dividend income from investments is recognised when the Group's rights to receive payment have been established.

Interest income from the provision of financial services is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

#### Foreign currency translation

Items included in the financial statements of each of the Group entities are measured using currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in Hong Kong dollars, which is the Group's functional and presentation currency.

### 2. 主要會計政策 (續)

#### 現金等價物

就綜合現金流量表而言，現金等價物指扣除銀行透支後可隨時轉換為可知數額現金，而所承受之價值變動風險不大之短期高流動性投資項目。

#### 收益確認

收益乃於經濟利益極有可能將會流入本集團且收益及成本（如適用）能可靠地計量時按下列基準確認。

於損益帳按公平值處理之財務資產之已變現收益或虧損按交易日基準確認，而於損益帳按公平值處理之財務資產之未變現收益或虧損則按其於報告期結束日之公平值變動確認。

投資股息收入乃於本集團之收款權利確立時確認。

提供金融服務之利息收入參考未償還本金及適用實際利率按時間基準計算。

#### 外幣換算

本集團各實體之財務報表內所列項目乃依各實體營運所在之主要經濟環境所用貨幣（「功能貨幣」）計量。綜合財務報表以本集團之功能及呈列貨幣港元呈列。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Foreign currency translation (Continued)

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss. Foreign exchange gains and losses resulting from the retranslation of non-monetary items carried at fair value are recognised in profit or loss except for those arising on the retranslation of non-monetary items in respect of which gains and losses are recognised directly in equity, in which cases, the gains or losses are also recognised directly in equity.

The results and financial position of all the Group entities that have a functional currency different from the presentation currency ("foreign operations") are translated into the presentation currency as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate at the end of the reporting period;
- Income and expenses for each statement of comprehensive income are translated at average exchange rate;
- All resulting exchange differences arising from the above translation and exchange differences arising from a monetary item that forms part of the Group's net investment in a foreign operation are recognised as a separate component of equity. On disposal of a foreign operation, the cumulative amount of the exchange differences deferred in the separate component of equity relating to that foreign operation is recognised in profit or loss when the gain or loss on disposal is recognised.

### 2. 主要會計政策 (續)

#### 外幣換算 (續)

外幣交易使用交易日之匯率換算為功能貨幣。因結算該等交易及按年結日匯率換算以外幣計值之貨幣資產及負債而產生之外匯收益及虧損於損益帳中確認。因重新換算以公平值列帳之非貨幣項目而產生之外匯收益及虧損於損益帳中確認，惟倘有關收益及虧損乃因重新換算直接於股權確認收益及虧損之非貨幣項目而產生，則同樣直接於股權確認。

功能貨幣有別於呈列貨幣之各本集團實體（「海外業務」）之業績及財務狀況，乃按以下方式換算為呈列貨幣：

- 於各財務狀況表呈列之資產及負債按報告期結束日之收市匯率換算；
- 各全面收入報表之收入及開支按平均匯率換算；
- 所有因上述換算而產生之匯兌差額及因構成本集團於海外業務之淨投資一部分之貨幣項目而產生之匯兌差額，確認為股權之獨立部分。出售海外業務時，歸入涉及海外業務股權獨立部分之匯兌差額之累計金額於確認出售盈虧時在損益帳中確認。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Impairment of non-financial assets

At the end of each reporting period, the Group reviews internal and external sources of information to assess whether there is any indication that its property, plant and equipment and intangible assets with finite useful lives may be impaired or impairment loss previously recognised no longer exists or may be reduced. If any such indication exists, the recoverable amount of the asset is estimated, based on the higher of its fair value less costs to sell and value in use. Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the smallest group of assets that generates cash flows independently (i.e. a cash-generating unit).

If the recoverable amount of an asset or a cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount. Impairment losses are recognised as an expense immediately.

A reversal of impairment loss is limited to the carrying amount of the asset or cash-generating unit that would have been determined had no impairment loss been recognised in prior years. Reversal of impairment loss is recognised as income in profit or loss immediately.

#### Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of obligation can be made. Expenditures for which a provision has been recognised are charged against the related provision in the year in which the expenditures are incurred. Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the amount provided is the present value of the expenditures expected to be required to settle the obligation. Where the Group expects a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain.

### 2. 主要會計政策 (續)

#### 非財務資產之減值

於各報告期結束日，本集團審閱內部及外部所得資料，以評估是否有跡象顯示其物業、廠房及設備以及具有有限可使用年期之無形資產可能出現減值，或先前確認之減值虧損是否不再存在或可能有所減少。倘有任何該等跡象存在，則根據其公平值減銷售成本及使用價值（以較高者為準）估計該項資產之可收回金額。倘無法估計個別資產之可收回金額，本集團則估計可獨立產生現金流量之最小資產組別（即現金產生單位）之可收回金額。

倘資產或現金產生單位之可收回金額估計低於其帳面金額，則資產或現金產生單位之帳面金額會減至其可收回金額。減值虧損即時確認為開支。

撥回之減值虧損以假設在過往年度並無確認減值虧損之情況下釐定之資產或現金產生單位之帳面金額為限。撥回之減值虧損即時於損益帳確認為收入。

#### 撥備

當本集團因過往事件而須承擔現時之法定或推定責任，而履行該責任可能需要流出資源且有關責任之金額能可靠估計時，即會確認撥備。已確認撥備之支出會在產生支出年度與有關撥備互相抵銷。本集團會於各報告期結束日審閱撥備，並作出調整，以反映當前之最佳估計。倘有關撥備金額之時間值影響重大，則撥備金額應為履行義務預期所需支出之現值。倘本集團預期撥備將會獲得償還，則償還款會確認為單獨資產，惟僅於償還實際上肯定時方予確認。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Leases

Leases which do not transfer substantially all the risks and rewards of ownership to the lessee are classified as operating leases.

Rentals payable under operating leases are charged to profit or loss on a straight-line basis over the term of the relevant lease.

Lease incentives are recognised in profit or loss as an integral part of the net consideration agreed for the use of leased asset.

#### Employee benefits

##### *Short term employee benefits*

Salaries, annual bonuses, paid annual leave, contributions to defined contribution retirement plans and the cost of non-monetary benefits are accrued in the year in which the associated services are rendered by employees. Where payment or settlement is deferred and the effect would be material, these amounts are stated at their present value.

##### *Defined contribution plans*

The obligations for contributions to defined contribution retirement schemes are recognised as expenses in profit or loss as incurred. The assets of the schemes are held separately from those of the Group in an independently administered fund.

##### *Long service payment*

The Group's net obligation in respect of long service payment under the Employment Ordinance is the amount of future benefit that employees have earned in return for their service in the current and prior periods. The obligation is calculated using the projected unit credit method and discounted to its present value and after deducting the fair value of any related assets, including retirement scheme benefit.

### 2. 主要會計政策 (續)

#### 租賃

並無將擁有權之絕大部分風險及回報轉移予承租人之租賃分類為經營租賃。

根據經營租賃應付之租金於相關租賃期內以直線法從損益帳中扣除。

租賃優惠於損益帳確認為使用租賃資產所協定之淨代價的一部分。

#### 僱員福利

##### *短期僱員福利*

薪金、年度花紅、有薪年假、界定供款退休計劃供款及非貨幣福利之成本於僱員提供相關服務之年度累計。倘若遞延付款或結算，而影響屬重大，則此等金額按其現值列帳。

##### *界定供款計劃*

向界定供款退休計劃供款之責任於產生時於損益帳中確認為開支。計劃資產與本集團之資產分開，由獨立管理之基金持有。

##### *長期服務金*

本集團根據僱傭條例之長期服務金責任淨額為僱員於本期間及過往期間提供服務所賺取之未來福利金額。有關責任乃以估計單位基數法計算，並貼現至其現值，再扣除任何相關資產（包括退休計劃福利）之公平值。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Share based payment transactions

##### *Equity-settled transactions*

The Group's employees, including directors, receive remuneration in the form of share-based payment transactions, whereby the employees rendered services in exchange for shares or rights over shares. The cost of such transactions with employees is measured by reference to the fair value of the equity instruments at the grant date. The fair value of share options granted to employees is recognised as an employee cost with a corresponding increase in a reserve within equity. The fair value is determined using the Black-Scholes Model, taking into account the terms and conditions of the transactions, other than conditions linked to the price of the shares of the Company ("market conditions").

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the years in which the vesting conditions are to be fulfilled, ending on the date on which the relevant employees become fully entitled to the award ("vesting date"). During the vesting period, the number of share options that is expected to vest ultimately is reviewed. Any adjustment to the cumulative fair value recognised in prior years is charged / credited to profit or loss for the year of the review, with a corresponding adjustment to the reserve within equity.

### 2. 主要會計政策 (續)

#### 以股份付款之交易

##### 以股權結算之交易

本集團僱員(包括董事)提供服務以換取股份或有關股份之權利時,即以股份付款之交易方式收取薪酬。與僱員進行該等交易之成本乃參考股本工具於授出日期之公平值計量。向僱員授出之購股權之公平值確認為僱員成本,而股權內之儲備會相應增加。公平值乃使用布萊克-斯克爾斯模型釐定,當中已考慮交易條款及條件,惟不包括與本公司股份價格相關之條件(「市場條件」)。

以股權結算之交易之成本連同股權之相應增加於達成歸屬條件之年度確認,直至有關僱員全面享有有關獎勵之日(「歸屬日期」)為止。本公司於歸屬期內審閱預期最終歸屬之購股權數目。已於以往年度確認之累計公平值之任何調整於審閱年度於損益帳中扣除/計入,並於股權內對儲備作出相應之調整。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Taxation

The charge for current income tax is based on the results for the year as adjusted for items that are non-assessable or disallowed. It is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is provided, using the liability method, on all temporary differences at the end of the reporting period between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, any deferred tax arises from initial recognition of goodwill; or other asset or liability in a transaction other than a business combination that at the time of the transaction affects neither the accounting profit nor taxable profit or loss is not recognised.

The deferred tax liabilities and assets are measured at the tax rates that are expected to apply to the period when the asset is recovered or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the end of the reporting period. Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, tax losses and credits can be utilised.

Deferred tax is provided on temporary differences arising on investment in subsidiaries and associates, except where the timing of the reversal of the temporary differences is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future.

### 2. 主要會計政策 (續)

#### 稅項

即期所得稅支出乃按就無須課稅或不得抵扣項目調整之年內業績計算，並使用於報告期結束日已實行或大致上已實行之稅率計算。

遞延稅項乃使用負債法，就資產與負債之稅基以及該等資產與負債於財務報表內所列之帳面金額間於報告期結束日之所有暫時差額作出撥備。然而，倘遞延稅項因首次確認商譽而產生，或因業務合併以外之交易之其他資產或負債而產生，而進行交易時對會計溢利或應課稅溢利或虧損均無影響，則不予確認。

遞延稅項負債及資產乃按照於報告期結束日已實行或大致上實行之稅率及稅務法律，按照預期將於收回資產或償還負債之期間適用之稅率計量。遞延稅項資產乃在極可能有未來應課稅溢利以動用可抵扣暫時差額、稅項虧損及稅項抵免時確認。

遞延稅項按於附屬公司及聯營公司之投資所產生之暫時差額作出撥備，惟本集團可控制暫時差額之撥回時間，以及暫時差額不大可能於可見未來撥回之情況除外。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Related parties

A related party is a person or entity that is related to the Group.

- (a) A person or a close member of that person's family is related to the Group if that person:
  - (i) has control or joint control over the Group;
  - (ii) has significant influence over the Group; or
  - (iii) is a member of the key management personnel of the Group or of the parent of the Group.
- (b) An entity is related to the Group if any of the following conditions applies:
  - (i) The entity and the Group are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
  - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
  - (iii) Both entities are joint ventures of the same third party.
  - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.

### 2. 主要會計政策 (續)

#### 關連人士

關連人士為與本集團有關連之人士或實體。

- (a) 任何人士或其近親如符合以下情況，即與本集團有所關連：
  - (i) 擁有本集團之控制權或共同控制權；
  - (ii) 對本集團有重大影響力；或
  - (iii) 為本集團或其母公司主要管理層成員。
- (b) 任何實體如符合以下任何條件，即與本集團有所關連：
  - (i) 該實體與本集團屬同一集團之成員公司（意即母公司、附屬公司及同系附屬公司各自互有關連）。
  - (ii) 一個實體為另一實體之聯營公司或合營公司（或另一實體為當中成員之集團之成員之聯營公司或合營公司）。
  - (iii) 兩個實體均為同一第三方之合營公司。
  - (iv) 一個實體為第三方實體之合營公司，而另一實體為該第三方之聯營公司。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Related parties (Continued)

##### (b) (Continued)

- (v) The entity is a post-employment benefit plan for the benefit of employees of either the Group or an entity related to the Group. If the Group is itself such a plan, the sponsoring employers are also related to the Group.
- (vi) The entity is controlled or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity and include:

- (a) that person's children and spouse or domestic partner;
- (b) children of that person's spouse or domestic partner; and
- (c) dependants of that person or that person's spouse or domestic partner.

In the definition of a related party, an associate includes subsidiaries of the associate and a joint venture includes subsidiaries of the joint venture.

### 2. 主要會計政策 (續)

#### 關連人士 (續)

##### (b) (續)

- (v) 該實體為一離職後福利計劃，而其受益人為本集團或與本集團有所關連之實體之僱員。倘本集團本身為該計劃，則發起之僱主亦與本集團有所關連。
- (vi) 該實體受(a)項列明之人士控制或共同控制。
- (vii) (a)(i)項列明之人士對該實體有重大影響力或為該實體(或其母公司)之主要管理層成員。

任何人士之近親為可能預期於與該實體之交易中影響該名人士或受該名人士影響之家族成員，包括：

- (a) 該名人士之子女及配偶或同居伴侶；
- (b) 該名人士之配偶或同居伴侶之子女；及
- (c) 該名人士或其配偶或同居伴侶之受養人。

於關連人士之定義中，聯營公司包括該聯營公司之附屬公司，而合營公司包括該合營公司之附屬公司。



# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Segment reporting

Operating segments, and the amounts of each segment item reported in the financial statements, are identified from the financial information provided regularly to the Group's most senior executive management for the purposes of allocating resources to, and assessing the performance of, the Group's various lines of business and geographical locations.

Individually material operating segments are not aggregated for financial reporting purposes unless the segments have similar economic characteristics and are similar in respect of the nature of products and services, the nature of production processes, the type or class of customers, the methods used to distribute the products or provide the services, and the nature of the regulatory environment. Operating segments which are not individually material may be aggregated if they share a majority of these criteria.

#### Critical accounting estimates and judgements

Estimates, assumptions concerning the future and judgements are made by the management in the preparation of the financial statements. They affect the application of the Group's accounting policies, reported amounts of assets, liabilities, income and expenses, and disclosures made. They are assessed on an on-going basis and are based on experience and relevant factors, including expectations of future events that are believed to be reasonable under the circumstances. Where appropriate, revisions to accounting estimates are recognised in the period of revision and future periods, in case the revision also affects future periods.

### 2. 主要會計政策 (續)

#### 分類報告

經營分類及於財務報表報告之各分類項目金額均按定期提供予本集團最高層行政管理人員之財務資料劃分，以於本集團各業務及地區之間分配資源及評估其表現。

個別重大經營分類於進行財務報告時不會合併計算，惟倘若分類具有類似經濟特性，以及產品及服務性質、生產程序性質、客戶種類或類型、分銷產品或提供服務之方法以及監管環境性質相類似時則作別論。並非個別重大之經營分類在上述大部分條件共通時可予合併。

#### 關鍵會計估計及判斷

管理層於編製財務報表時會作出估計、關於未來之假設以及判斷。有關估計、假設及判斷會影響本集團會計政策之應用情況、資產、負債、收入及開支之申報金額以及所披露之資料，並持續根據經驗及相關因素（包括在各種情況下相信對未來事件作出之合理預期）評估。於適用時，會計估計之修訂會於作出修訂之期間及未來期間（如有關修訂同時影響未來期間）確認。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Critical accounting estimates and judgements (Continued)

##### *Impairment of investments and receivables*

The Group assesses annually if investment in subsidiaries/ associates has suffered any impairment in accordance with *HKAS 36* and follows the guidance of *HKAS 39* in determining whether amounts due from these entities are impaired. Details of the approach are stated in the respective accounting policies. The assessment requires an estimation of future cash flows, including expected dividends, from the assets and the selection of appropriate discount rates. Future changes in financial performance and position of these entities would affect the estimation of impairment loss and cause the adjustments of their carrying amounts.

##### *Impairment of available-for-sale investments*

For available-for-sale investments, a significant or prolonged decline in fair value below cost is considered to be objective evidence of impairment. Judgement is required when determining whether a decline in fair value has been significant or prolonged. In making this judgement, the historical data on market volatility as well as the price of the specific investment are taken into account. The Group also takes into account financial information regarding the issuers/ investees.

##### *Allowance for bad and doubtful debts*

The provisioning policy for bad and doubtful debts of the Group is based on the evaluation of collectability of the loans receivable. A considerable amount of judgement is required in assessing the ultimate realisation of these receivables, including assessing the current creditworthiness and the past collection history of each customer. If the financial conditions of these customers were to deteriorate, resulting in an impairment of their ability to make payments, additional allowance will be required. At the end of reporting period, the carrying amount of loans receivable after provision for impairment amounted to HK\$164,146,000 (2010: HK\$150,571,000).

### 2. 主要會計政策 (續)

#### 關鍵會計估計及判斷 (續)

##### *投資及應收款項之減值*

本集團根據香港會計準則第36號每年評估於附屬公司／聯營公司之投資有否出現減值，並依循香港會計準則第39號之指引釐定應收此等實體款項有否出現減值。有關方法詳載於相關之會計政策。評估時須估計資產之未來現金流量（包括預期股息）及挑選適當之貼現率。倘此等實體之財務表現及狀況日後有變，會影響對減值虧損之估計，因而須對帳面金額作出調整。

##### *可供出售投資之減值*

就可供出售投資而言，公平值大幅或長期低於成本被視為客觀減值憑證。釐定公平值減少是否重大或長期時須作出判斷。在作出判斷時會考慮市場波動之歷史數據及特定投資價格。此外，本集團會考慮發行人／接受投資公司之財務資料。

##### *呆壞帳撥備*

本集團之呆壞帳撥備政策乃根據能否收回應收貸款作出評估。於評估該等應收款項之最終變現能力時，須從多方面作出判斷，包括評估各名客戶之現時信譽及過往收帳記錄。倘該等客戶之財務狀況惡化，令其還款能力受損，將須作出額外撥備。於報告期結束日，應收貸款於扣除減值撥備後之賬面值為164,146,000港元（二零一零年：150,571,000港元）。

# Notes to the Financial Statements

## 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Critical accounting estimates and judgements (Continued)

##### Fair value estimation

Unlisted convertible notes are stated at fair value based on the valuations performed by independent professional valuers. In determining the fair value, the valuers have based on a method of valuation which involves certain estimates. In relying on the valuation reports, the directors of the Group have exercised their judgement and are satisfied that the method of valuations is reflective of the current market conditions.

##### Impairment of intangible assets

The Group reviews the carrying amounts of its intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Estimating the value in use requires the Group to make an estimate of the expected cash flows from the intangible assets and also to choose a suitable discount rate in order to calculate the present value of those cash flows. Details of the estimates used to calculate the recoverable amount are given in note 13.

#### Future changes in HKFRS

At the date of authorisation of these consolidated financial statements, the HKICPA has issued a number of new/revised HKFRSs that are not yet effective for the current year, which the Group has not early adopted.

Amendments to HKFRS 1 (Revised)	Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters <sup>1</sup>
Amendments to HKFRS 7	Disclosures – Transfer of Financial Assets <sup>1</sup>
Amendments to HKAS 12	Deferred Tax: Recovery of Underlying Assets <sup>2</sup>

### 2. 主要會計政策 (續)

#### 關鍵會計估計及判斷 (續)

##### 公平值估計

非上市可換股票據按公平值根據獨立專業估值師進行之估值列帳。於釐定公平值時，估值師以涉及若干估計之估值法為基礎。於倚賴估值報告時，本集團董事已行使判斷，並信納估值法能反映現時市況。

##### 無形資產減值

本集團審閱無形資產之賬面值，以釐定有否跡象顯示該等資產蒙受減值虧損。倘有任何該等跡象存在，則估計資產之可收回金額，以釐定減值虧損（如有）程度。本集團於估計使用價值時須估計源自無形資產之預期現金流量，並選取合適之貼現率以計算該等現金流量之現值。計算可收回金額所用估計詳情載於附註 13。

#### 香港財務報告準則之未來變動

於授權刊發此等綜合財務報表當日，香港會計師公會已頒佈以下多項新訂／經修訂香港財務報告準則，該等準則於本年度尚未生效，而本集團亦未有提早採納。

香港財務報告準則第1號之修訂 (經修訂)	嚴重高通脹及剔除首次採納者之固定日期 <sup>1</sup>
香港財務報告準則第7號之修訂	披露—財務資產轉移 <sup>1</sup>
香港會計準則第12號之修訂	遞延稅項：收回相關資產 <sup>2</sup>

## Notes to the Financial Statements 財務報表附註

### 2. PRINCIPAL ACCOUNTING POLICIES (Continued)

#### Future changes in HKFRS (Continued)

Amendments to HKAS 1 (Revised)	Presentation of items of other comprehensive income <sup>3</sup>
HKAS 19 (2011)	Employee Benefits <sup>4</sup>
HKAS 27 (2011)	Separate Financial Statements <sup>4</sup>
HKAS 28 (2011)	Investments in Associates and Joint Ventures <sup>4</sup>
HKFRS 10	Consolidated financial statements <sup>4</sup>
HKFRS 11	Joint Arrangements <sup>4</sup>
HKFRS 12	Disclosures of Interests with Other Entities <sup>4</sup>
HKFRS 13	Fair value measurement <sup>4</sup>
HK(IFRIC) – Int 20	Stripping Costs in the Production Phase of a Surface Mine <sup>4</sup>
Amendments to HKFRS 7	Disclosure – Offsetting Financial Assets and Financial Liabilities <sup>4</sup>
Amendments to HKAS 32	Presentation – Offsetting Financial Assets and Financial Liabilities <sup>5</sup>
HKFRS 9	Financial Instruments <sup>6</sup>

- <sup>1</sup> Effective for annual periods beginning on or after 1 July 2011
- <sup>2</sup> Effective for annual periods beginning on or after 1 January 2012
- <sup>3</sup> Effective for annual periods beginning on or after 1 July 2012
- <sup>4</sup> Effective for annual periods beginning on or after 1 January 2013
- <sup>5</sup> Effective for annual periods beginning on or after 1 January 2014
- <sup>6</sup> Effective for annual periods beginning on or after 1 January 2015

The Group is in the process of assessing the possible impact on the future adoption of these new/revised HKFRSs, but is not yet in a position to reasonably estimate their impact on the Group's consolidated financial statements.

### 2. 主要會計政策 (續)

#### 香港財務報告準則之未來變動 (續)

香港會計準則第1號之修訂 (經修訂)	呈列其他全面收入項目 <sup>3</sup>
香港會計準則第19號 (二零一一年)	僱員福利 <sup>4</sup>
香港會計準則第27號 (二零一一年)	獨立財務報表 <sup>4</sup>
香港會計準則第28號 (二零一一年)	於聯營公司及合資公司之投資 <sup>4</sup>
香港財務報告準則第10號	綜合財務報表 <sup>4</sup>
香港財務報告準則第11號	聯合安排 <sup>4</sup>
香港財務報告準則第12號	披露其他實體權益 <sup>4</sup>
香港財務報告準則第13號	公平值計量 <sup>4</sup>
香港 (國際財務報告詮釋委員會) – 詮釋第20號	露天礦場生產階段之剝採成本 <sup>4</sup>
香港財務報告準則第7號之修訂	披露一對銷財務資產及財務負債 <sup>4</sup>
香港會計準則第32號之修訂	呈列一對銷財務資產及財務負債 <sup>5</sup>
香港財務報告準則第9號	財務工具 <sup>6</sup>

- <sup>1</sup> 於二零一一年七月一日或之後開始之年度期間生效
- <sup>2</sup> 於二零一二年一月一日或之後開始之年度期間生效
- <sup>3</sup> 於二零一二年七月一日或之後開始之年度期間生效
- <sup>4</sup> 於二零一三年一月一日或之後開始之年度期間生效
- <sup>5</sup> 於二零一四年一月一日或之後開始之年度期間生效
- <sup>6</sup> 於二零一五年一月一日或之後開始之年度期間生效

本集團正評估於未來採納該等新訂/經修訂香港財務報告準則可能造成之影響，惟尚未能合理估計對本集團綜合財務報表之影響。

# Notes to the Financial Statements

## 財務報表附註

### 3. TURNOVER AND REVENUE

Turnover and revenue recognised by category are analysed as follows:

### 3. 營業額及收益

按分類確認之營業額及收益分析如下：

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>(a) Turnover</b>			
	<b>(a) 營業額</b>		
Net realised loss on disposal of financial assets at fair value through profit or loss	出售於損益帳按公平值處理之財務資產之已變現虧損淨額	(97,884)	(30,913)
Interest income from provision of financial services	提供金融服務之利息收入	11,517	6,764
Dividend income	股息收入	5,515	2,446
		<b>(80,852)</b>	<b>(21,703)</b>
		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>(b) Other income</b>			
	<b>(b) 其他收入</b>		
Interest income	利息收入	581	114
Write back of other payable (note)	撥回其他應付款項(附註)	23,910	-
Gain on disposal/Net gain on acquisition and disposal of a subsidiary (note 19)	出售一間附屬公司之盈利/收購及出售一間附屬公司之盈利淨額(附註19)	17,661	25,000
Bargain purchase arising from acquisition of a subsidiary	收購一間附屬公司產生之購買優惠	-	3,262
Other	其他	4,282	863
		<b>46,434</b>	<b>29,239</b>

# Notes to the Financial Statements

## 財務報表附註

### 3. TURNOVER AND REVENUE (Continued)

Note: At 31 December 2010, included in other creditors was an amount of HK\$23,910,000 payable to Excel Way Investments Limited in connection with last instalment of capital injection in Tinhua Excel Way Special Fiber (Xintai) Company Limited of US\$3.1 million as more fully described in note 11(a) to the 2010 annual report. The whole payable amount was written back to profit or loss for the year ended 31 December 2011 upon the approval of capital reduction proposal by the local authority.

### 3. 營業額及收益 (續)

附註：於二零一零年十二月三十一日，其他應付帳款包括應付溢威投資有限公司之款項23,910,000港元，乃與天華溢威特種纖維（新泰）有限公司最後一期注資3,100,000美元有關（更多詳情請參閱二零一零年年報附註11(a)）。有關應付款項已於截至二零一一年十二月三十一日止年度獲地方機關批准削資建議後全數撥回損益帳。

### 4. LOSS BEFORE TAXATION

This is stated after charging:

### 4. 除稅前虧損

除稅前虧損經扣除下列各項後列帳：

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>(a) Finance costs</b>	<b>(a) 融資成本</b>		
Interest on interest-bearing borrowings wholly repayable within five years	須於五年內全數償還之計息借貸之利息	-	38
Amortisation of effective interest on zero coupon convertible bonds	攤銷零息票可換股債券之實際利息	-	1,286
		-	1,324
		-	1,324

# Notes to the Financial Statements

## 財務報表附註

### 4. LOSS BEFORE TAXATION (Continued)

### 4. 除稅前虧損 (續)

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>(b) Other items</b>	<b>(b) 其他項目</b>		
Auditor's remuneration	核數師酬金	950	900
Depreciation of property, plant and equipment	物業、廠房及設備折舊	353	867
Operating lease charges on premises	物業經營租賃支出	1,463	1,036
Amortisation of intangible assets	無形資產攤銷	1,408	1,242
Staff costs, including directors' emoluments:	員工成本，包括董事酬金：		
– Salaries and other allowances	– 薪金及其他津貼	4,828	5,087
– Contributions to defined contribution plans	– 界定供款計劃供款	143	150
		<b>143</b>	<b>150</b>

# Notes to the Financial Statements

## 財務報表附註

### 5. DIRECTORS' REMUNERATION

### 5. 董事酬金

		Year ended 31 December 2011 截至二零一一年十二月三十一日止年度				
Name of Director 董事姓名	Appointed during the year 於年內委任	Resigned during the year 於年內辭任	Basic salaries, allowance and other benefits 基本薪金、津貼及其他福利		Mandatory Provident Fund scheme contribution 強制性公積金計劃供款	Total 總計
			Fees 袍金 HK\$'000 千港元			
Mr. Wen Louis 溫耒先生	-	-	-	318	-	318
Ms. Lo Oi Kwok, Sheree 羅愛過女士	-	-	-	420	12	432
Mr. Yeung Ming Kwong 楊明光先生	-	-	-	420	12	432
Mr. Chung Yuk Lun 鍾育麟先生	-	-	120	-	-	120
Ms. Lam Yan Fong, Flora 林欣芳女士	-	-	120	-	-	120
Mr. Zhuang You Dao 莊友道先生	-	-	-	120	-	120
Mr. Pak William Eui Won Pak William Eui Won先生	-	-	120	-	-	120
Mr. Lam Yick Sing 林益勝先生	-	-	-	375	12	387
			<u>360</u>	<u>1,653</u>	<u>36</u>	<u>2,049</u>



# Notes to the Financial Statements

## 財務報表附註

### 5. DIRECTORS' REMUNERATION (Continued)

### 5. 董事酬金 (續)

		Year ended 31 December 2010 截至二零一零年十二月三十一日止年度					
Name of Director	董事姓名	Appointed during the year	Resigned during the year	Fees	Basic salaries, allowance and other benefits	Mandatory Provident Fund scheme contribution	Total
		於年內委任	於年內辭任	袍金	基本薪金、津貼及其他福利	強制性公積金計劃供款	總計
				HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Mr. Wen Louis	溫耒先生	-	-	-	300	-	300
Ms. Lo Oi Kwok, Sheree	羅愛過女士	-	-	-	420	12	432
Mr. Yeung Ming Kwong	楊明光先生	-	-	-	420	12	432
Mr. Chung Yuk Lun	鍾育麟先生	-	-	120	-	-	120
Mr. Ting Wing Cheung, Sherman	丁永章先生	-	17 May 五月十七日	-	160	5	165
Ms. Lam Yan Fong, Flora	林欣芳女士	-	-	120	-	-	120
Mr. Zhuang You Dao	莊友道先生	-	-	-	120	-	120
Mr. Pak William Eui Won	Pak William Eui Won先生	-	-	120	-	-	120
Mr. Lam Yick Sing	林益勝先生	4 June 六月四日	-	-	207	7	214
				<u>360</u>	<u>1,627</u>	<u>36</u>	<u>2,023</u>

No director waived any emoluments during the year. No incentive payment nor compensation for loss of office was paid or payable to any director for the year ended 31 December 2011 (2010: Nil).

年內並無董事放棄任何酬金。於截至二零一一年十二月三十一日止年度，本集團概無向任何董事支付或應付任何款項作為獎金或離職補償（二零一零年：無）。

# Notes to the Financial Statements

## 財務報表附註

### 6. INDIVIDUALS WITH HIGHEST EMOLUMENTS

Among the five individuals with the highest emoluments, three (2010: three) are executive directors whose emoluments are disclosed in note 5.

The emoluments paid to the remaining two (2010: two) individuals during the year were as follows:

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Basic salaries and allowances	基本薪金及津貼	1,020	1,020
Pension scheme contributions	退休金計劃供款	24	24
		<u>1,044</u>	<u>1,044</u>

The emoluments fell within the following band:

		Number of individuals 人數	
		2011 二零一一年	2010 二零一零年
HK\$Nil – HK\$1,000,000	零港元至1,000,000港元	<u>2</u>	<u>2</u>

During the year, no payments were paid to the five highest paid individuals (including directors and other employees) as inducement to join or upon joining the Group or as compensation for loss of office.

### 6. 最高薪人士

五位最高薪人士中，有三位（二零一零年：三位）為執行董事，彼等之酬金已於附註5內披露。

年內已付其餘兩位（二零一零年：兩位）人士之酬金如下：

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Basic salaries and allowances	基本薪金及津貼	1,020	1,020
Pension scheme contributions	退休金計劃供款	24	24
		<u>1,044</u>	<u>1,044</u>

酬金介乎以下範圍：

		Number of individuals 人數	
		2011 二零一一年	2010 二零一零年
HK\$Nil – HK\$1,000,000	零港元至1,000,000港元	<u>2</u>	<u>2</u>

年內，本集團並無向五位最高薪人士（包括董事及其他僱員）支付款項，作為鼓勵加盟或加盟本集團時之獎金或離職補償。

# Notes to the Financial Statements

## 財務報表附註

### 7. TAXATION

The Company is incorporated in the Cayman Islands and is exempted from taxation in the Cayman Islands. Hong Kong Profits Tax has not been provided in the financial statements as the Company and its subsidiaries have no assessable profits or have unutilised tax losses to set off against current year's assessable profits for the years of 2011 and 2010.

#### Reconciliation of tax expenses

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Loss before taxation	除稅前虧損	<b>(329,308)</b>	(229,463)
Income tax at Hong Kong Profits Tax rate of 16.5% (2010: 16.5%)	按香港利得稅稅率16.5% (二零一零年: 16.5%) 計算之所得稅	<b>(54,336)</b>	(37,861)
Net effect of non-deductible expenses/tax-exempted revenue	不可扣稅開支/免稅收益之 影響淨額	<b>(7,493)</b>	(1,006)
Unrecognised temporary differences	未確認之暫時差額	<b>15</b>	106
Unrecognised deferred tax assets in respect of tax losses	有關稅項虧損之未確認 遞延稅項資產	<b>61,814</b>	38,761
Taxation as per statement of comprehensive income	全面收入報表所列之稅項	-	-

### 8. LOSS ATTRIBUTABLE TO SHAREHOLDERS

The loss attributable to shareholders includes a loss of HK\$377,386,000 (2010: HK\$130,947,000) which has been dealt with in the financial statements of the Company.

### 7. 稅項

本公司於開曼群島註冊成立，並獲豁免繳納開曼群島稅項。由於本公司及其附屬公司於二零一一年及二零一零年並無應課稅溢利，或有未動用稅項虧損以抵銷當年度之應課稅溢利，故並無於財務報表中計提香港利得稅撥備。

#### 稅項開支對帳

### 8. 股東應佔虧損

股東應佔虧損包括虧損377,386,000港元(二零一零年: 130,947,000港元)，有關溢利已於本公司財務報表中處理。

# Notes to the Financial Statements

## 財務報表附註

### 9. LOSS PER SHARE

#### Basic loss per share

The calculation of basic loss per share attributable to owners of the parent is based on the weighted average number of ordinary shares of 2,686,820,000 shares (2010 (restated): 430,184,000 shares) in issue during the year.

The weighted average number of ordinary shares adopted in the calculation of the basic loss per share for the years of 2011 and 2010 has been adjusted to reflect the impact of the capital reorganisation effected in March 2011 and rights issue effected in April 2011.

The calculation of basic loss per share attributable to owners of the parent is based on loss for the year of HK\$329,308,000 (2010: HK\$229,463,000) and the denominators detailed above in respect of weighted average number of shares.

#### Diluted loss per share

As there were no dilutive potential ordinary shares, diluted loss per share was the same as basic loss per share for the years ended 31 December 2011 and 2010.

### 9. 每股虧損

#### 每股基本虧損

母公司擁有人應佔每股基本虧損乃按年內已發行2,686,820,000股(二零一零年(重列): 430,184,000股)普通股加權平均數計算。

計算二零一一年及二零一零年之每股基本虧損時採納之普通股加權平均數已作出調整,以反映於二零一一年三月實行之股本重組及於二零一一年四月實行之供股之影響。

母公司擁有人應佔每股基本虧損乃按年內虧損329,308,000港元(二零一零年: 229,463,000港元)及上文詳述有關股份加權平均數之分母計算。

#### 每股攤薄虧損

截至二零一一年及二零一零年十二月三十一日止年度,由於並無具有攤薄影響之潛在普通股,故每股攤薄虧損與每股基本虧損相同。

# Notes to the Financial Statements

## 財務報表附註

### 10. PROPERTY, PLANT AND EQUIPMENT

### 10. 物業、廠房及設備

		Leasehold improvements 租賃物業裝修 HK\$'000 千港元	Furniture and equipment 傢具及設備 HK\$'000 千港元	Motor vehicles 汽車 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Carrying amount	帳面值				
At beginning of year 2010	於二零一零年初	-	338	866	1,204
Additions	添置	-	74	-	74
Disposals	出售	-	(2)	-	(2)
Depreciation	折舊	-	(193)	(674)	(867)
At 31 December 2010	於二零一零年 十二月三十一日	-	217	192	409
At 31 December 2010	於二零一零年 十二月三十一日				
Cost	成本	1,247	1,016	2,219	4,482
Accumulated depreciation	累計折舊	(1,247)	(799)	(2,027)	(4,073)
		-	217	192	409
Carrying amount	帳面值				
At beginning of year 2011	於二零一一年初	-	217	192	409
Depreciation	折舊	-	(161)	(192)	(353)
At 31 December 2011	於二零一一年 十二月三十一日	-	56	-	56
At 31 December 2011	於二零一一年 十二月三十一日				
Cost	成本	1,247	1,016	2,219	4,482
Accumulated depreciation	累計折舊	(1,247)	(960)	(2,219)	(4,426)
		-	56	-	56

# Notes to the Financial Statements

## 財務報表附註

### 11. INTEREST IN ASSOCIATES

The interest in the associates is set out below:

### 11. 於聯營公司之權益

於聯營公司之權益載列如下：

		As at 31 December 2011			As at 31 December 2010
		於二零一一年十二月三十一日			於二零一零年 十二月 三十一日
		Golden Fame 金信 HK\$'000 千港元	Tianjin Kai Sheng 天津市凱聲 HK\$'000 千港元	Total 總計 HK\$'000 千港元	HK\$'000 千港元
Share of net assets	應佔資產淨值	32,248	4,546	36,794	36,487
Realised upon disposal of a subsidiary (note 19)	出售一間附屬公司時變現 (附註19)	-	(4,546)	(4,546)	-
		<b>32,248</b>	<b>-</b>	<b>32,248</b>	<b>36,487</b>

Details of the principal associate at the end of the reporting period are as follows:

於報告期結束日之主要聯營公司詳情如下：

Name of associate	Form of business	Principal place of operation/ Place of incorporation	Proportion of registered capital and voting power held by the Group	Principal activities
聯營公司名稱	業務形式	主要營運地點/ 註冊成立地點	本集團所持 註冊資本及 投票權所佔比例	主要業務
Golden Fame International Investment Group Limited ("Golden Fame")	Incorporated	Hong Kong	40%	Logistic business
金信環球投資集團有限公司 ("金信")	法團	香港	40%	物流業務

# Notes to the Financial Statements

## 財務報表附註

### 11. INTEREST IN ASSOCIATES (Continued)

Summary of financial information of associates are as follows:

### 11. 於聯營公司之權益 (續)

各聯營公司之財務資料概要如下：

		Golden Fame 金信		Tianjin Kai Sheng 天津市凱聲		Total 總計	
		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>Share of associates' assets and liabilities</b>	<b>應佔聯營公司資產及負債</b>						
Non-current assets	非流動資產	28,283	28,891	36,626	21,458	64,909	50,349
Current assets	流動資產	61,627	106,462	78,055	37,340	139,682	143,802
Non-current liabilities	非流動負債	(1,654)	(23,158)	-	-	(1,654)	(23,158)
Current liabilities	流動負債	(53,178)	(66,538)	(105,044)	(51,098)	(158,222)	(117,636)
Non-controlling interest	非控股權益	(2,830)	(12,645)	(5,091)	(4,225)	(7,921)	(16,870)
<b>Share of associates' revenue and results</b>	<b>應佔聯營公司收益及業績</b>						
Revenue	收益	177,750	316,127	192,402	216,855	370,152	532,982
Profit (Loss)	溢利(虧損)	(764)	603	1,071	790	307	1,393

# Notes to the Financial Statements

## 財務報表附註

### 12. GOODWILL

### 12. 商譽

		Leapfly HK\$'000 千港元	Natural Harvest 盛然 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Reconciliation of carrying amount year ended 31 December 2010 and year ended 31 December 2011	帳面金額對帳—截至二零一零年十二月三十一日止年度及截至二零一一年十二月三十一日止年度			
At beginning of year and at end of year	於年初及於年終	—	—	—
At 31 December 2010	於二零一零年十二月三十一日			
Cost	成本	20,000	55,000	75,000
Accumulated impairment losses	累計減值虧損	(20,000)	(55,000)	(75,000)
		—	—	—
<b>At 31 December 2011</b>	<b>於二零一一年十二月三十一日</b>			
Cost	成本	—	—	—
Accumulated impairment losses	累計減值虧損	—	—	—
		—	—	—

During the year, the Group disposed of its entire equity interest in Crown Creation Limited. Upon the completion of the disposal, both Leapfly Limited and Natural Harvest Limited ceased to become the subsidiaries of the Group.

年內，本集團出售其於Crown Creation Limited之全部股本權益。出售完成後，Leapfly Limited及盛然投資有限公司均不再為本集團之附屬公司。



# Notes to the Financial Statements

## 財務報表附註

### 13. INTANGIBLE ASSETS

### 13. 無形資產

		Forestry rights 林地權 HK\$'000 千港元
Reconciliation of carrying amount – year ended 31 December 2010	帳面金額對帳—截至二零一零年 十二月三十一日止年度	
Acquisition during the year	年內收購	82,500
Amortisation	攤銷	(1,242)
Impairment loss	減值虧損	<u>(12,258)</u>
At end of the reporting period	於報告期結束日	<u>69,000</u>
At 31 December 2010	於二零一零年十二月三十一日	
Cost	成本	82,500
Accumulated amortisation and impairment losses	累計攤銷及減值虧損	<u>(13,500)</u>
		<u>69,000</u>

## Notes to the Financial Statements 財務報表附註

### 13. INTANGIBLE ASSETS (Continued)

### 13. 無形資產 (續)

		Forestry rights 林地權 HK\$'000 千港元
<b>Reconciliation of carrying amount – year ended 31 December 2011</b>		
	帳面金額對帳—截至二零一一年 十二月三十一日止年度	
At beginning of the year	於年初	69,000
Amortisation	攤銷	<u>(1,408)</u>
<b>At end of the reporting period</b>	<b>於報告期結束日</b>	<b>67,592</b>
<b>At 31 December 2011</b>	<b>於二零一一年十二月三十一日</b>	
Cost	成本	82,500
Accumulated amortisation and impairment losses	累計攤銷及減值虧損	<u>(14,908)</u>
		<b>67,592</b>

The intangible assets represents the rights to (i) obtain 50% of forestry land use rights and forestry trees entitlement of three forestry sites in Simao District, Puer City, Yunnan Province, the People's Republic of China (the "PRC"); and (ii) share 50% of distributable profits of these forests.

The term of forestry land use rights and forestry trees entitlement of these three forestry sites are 50 years from 8 January 2010 to 7 January 2060, according to the re-issued forestry land use rights and ownership rights issued by the PRC local government.

No income was generated from the forests for the year ended 31 December 2011 (2010: HK\$Nil).

無形資產指以下各項權利：(i)取得中華人民共和國（「中國」）雲南省普洱市思茅區三塊林地使用權及林木權利之50%權益；及(ii)分佔該等林地之50%可分派溢利。

根據中國地方政府重新發出之林地使用權及林木所有權，該三塊林地之林地使用權及林木所有權期限由二零一零年一月八日起至二零六零年一月七日止為期50年。

截至二零一一年十二月三十一日止年度，有關林地並無產生任何收入（二零一零年：零港元）。

# Notes to the Financial Statements

## 財務報表附註

### 14. AVAILABLE-FOR-SALE FINANCIAL ASSETS

### 14. 可供出售財務資產

		The Group 本集團		The Company 本公司	
		2011 二零一一年	2010 二零一零年	2011 二零一一年	2010 二零一零年
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
	Note 附註				
At cost	按成本				
Unlisted equity interest outside Hong Kong	於香港境外之非上市股本權益	<b>6,908</b>	6,908	<b>6,908</b>	6,908
Unlisted equity interest in Hong Kong	於香港之非上市股本權益	14(c)	25,000	-	-
Unlisted investment in a limited partnership outside Hong Kong	於香港境外一間有限責任合夥公司之非上市投資	14(b),(c)	60,512	-	-
Unlisted equity interest in a private limited company incorporated in the British Virgin Islands	於一間於英屬處女群島註冊成立之私人有限公司之非上市股本權益	14(a)	-	-	-
		<b>114,908</b>	92,420	<b>6,908</b>	6,908
Impairment loss recognised	已確認之減值虧損	<b>(6,908)</b>	(31,908)	<b>(6,908)</b>	(6,908)
		<b>108,000</b>	60,512	-	-

The unlisted investments represented long-term investments in unlisted equity securities issued by private entities. They are measured at cost less impairment at the end of each reporting period because the range of reasonable fair value estimates is so significant that the directors are of the opinion that their fair values cannot be measured reliably.

非上市投資指於私人實體發行之非上市股本證券之長期投資。由於非上市投資之合理公平值估計範圍過大，董事認為無法可靠地計算其公平值，故於各報告期結束日按成本減去減值計量。

# Notes to the Financial Statements

## 財務報表附註

### 14. AVAILABLE-FOR-SALE FINANCIAL ASSETS

(Continued)

**14(a)** Pursuant to a subscription agreement dated 6 May 2011, the Group through its wholly-owned subsidiary Equity Base Investments Limited acquired 4.79% (subsequently diluted to 3.76%) equity interest in a private group engaged in securities brokerage and provision of finance at a consideration of HK\$108 million.

Details of the equity investee at 31 December 2011 were as follows:

Company name	Place of incorporation	Class of share held	Proportion of the nominal value of issued Participating Share held by the Group 本集團所持已發行參與股份面值百分比
公司名稱	註冊成立地點	所持股份類別	百分比
Hennabun Capital Group Limited	British Virgin Islands 英屬處女群島	Ordinary Shares 普通股	3.76%

**14(b)** In August 2010, the Group agreed to acquire 22.22% equity interest in AITS L.P. (for which the Group took no part in the conduct or management but merely acted as a passive investor), which controls a group of companies engaged in the manufacturing of automotive components, for a consideration of US\$10,000,000 (equivalent to approximately HK\$78,000,000). The first payment amounting to approximately US\$7,800,000 (equivalent to approximately HK\$60,512,000) was paid in August 2010 and the remaining balance of approximately US\$2,200,000 (equivalent to approximately HK\$17,281,000) was paid in April 2011 respectively.

### 14. 可供出售財務資產 (續)

**14(a)** 根據日期為二零一一年五月六日之認購協議，本集團透過其全資附屬公司Equity Base Investments Limited收購一個從事證券經紀及提供融資之私人集團之4.79%股本權益（其後被攤薄至3.76%），代價為108,000,000港元。

股權接受投資公司於二零一一年十二月三十一日之詳情如下：

**14(b)** 於二零一零年八月，本集團同意收購AITS L.P.（本集團並無參與其營運或管理，僅擔當被動投資者，該公司控制一組從事製造汽車零部件之公司）22.22%股本權益，代價10,000,000美元（相等於約78,000,000港元）。首筆款項約7,800,000美元（相等於約60,512,000港元）已於二零一零年八月支付。餘額約2,200,000美元（相等於約17,281,000港元）已於二零一一年四月支付。

# Notes to the Financial Statements

## 財務報表附註

### 14. AVAILABLE-FOR-SALE FINANCIAL ASSETS

(Continued)

**14(c)** In September 2011, certain unlisted investments with aggregate cost and accumulated impairment loss of HK\$102,793,000 and HK\$25,000,000 were realised upon the disposal of a subsidiary as further disclosed in note 19 below.

### 15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

### 14. 可供出售財務資產 (續)

**14(c)** 於二零一一年九月，總成本及累計減值虧損分別102,793,000港元及25,000,000港元之若干非上市投資於出售一間附屬公司(於下文附註19進一步披露)時變現。

### 15. 於損益帳按公平值處理之財務資產

	Note 附註	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
<b>Held for trading, equity securities listed in Hong Kong</b> 持作買賣之香港上市股本證券			
At beginning of year	於年初	393,003	273,919
Additions	購入	1,067,427	682,508
Disposals	出售	(731,136)	(430,593)
Fair value adjustments	公平值調整	(326,410)	(132,831)
At the end of the reporting period	於報告期結束日	402,884	393,003
<b>Designated upon initial recognition, unlisted convertible notes</b> 於首次確認時指定分類之非上市可換股票據			
At beginning of year	於年初	58,321	–
Additions	購入	40,025	42,041
Disposals	出售	(35,570)	–
Fair value adjustments	公平值調整	(20,322)	16,280
At the end of the reporting period	於報告期結束日	42,454	58,321
Total	總計	445,338	451,324

# Notes to the Financial Statements

## 財務報表附註

### 15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)

The fair value of listed equity securities is based on quoted market prices in active markets at the end of the reporting period.

At the end of the reporting period, none of the Group's financial assets at fair value through profit or loss exceeded 10% of the Group's total assets. In addition, the Group's shareholding in each of the investees did not exceed 20% of the issued shares of the investees.

#### 15(a) Valuation basis of unlisted convertible notes

The debt investments are unlisted convertible notes issued by several listed companies in Hong Kong and classified under financial assets at fair value through profit or loss. At the end of the reporting period, the convertible notes were revalued by independent professional valuer using the Binomial Tree Pricing Model. The contractual maturity of the convertible notes is used as an input to this model.

### 15. 於損益帳按公平值處理之財務資產 (續)

上市股本證券之公平值乃根據報告期結束日在活躍市場所報之市價計算。

於報告期結束日，本集團於損益帳按公平值處理之財務資產概無超過本集團總資產之10%。此外，本集團於各接受投資公司之股權並無超過該等接受投資公司已發行股份之20%。

#### 15(a) 非上市可換股票據之估值基準

債務投資為多間香港上市公司發行之非上市可換股票據，分類為於損益帳按公平值處理之財務資產。於報告期結束日，可換股票據經由獨立專業估值師使用二項式樹狀模型進行重估。可換股票據之合約到期日已用作本模型之數據。

		Convertible note A	Convertible note B	Convertible note C	Convertible note D	Total
		可換股票據A	可換股票據B	可換股票據C	可換股票據D	總計
						HK\$'000
						千港元
Principal amount (HK\$'000)	本金額 (千港元)	4,500	17,000	10,000	30,000	<b>61,500</b>
Date of maturity	到期日	9 December 2013 二零一三年 十二月九日	30 November 2013 二零一三年 十一月三十日	13 October 2014 二零一四年 十月十三日	27 May 2016 二零一六年 五月二十七日	
Coupon rate	票息	8% per annum 每年8厘	Zero coupon 零票息	5% per annum 每年5厘	Zero coupon 零票息	
Early redemption clause	提早贖回條文	(i)	(ii)	(iii)	(iv)	

# Notes to the Financial Statements

## 財務報表附註

### 15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)

#### 15(a) Valuation basis of unlisted convertible notes (Continued)

		Convertible note A 可換股票據A	Convertible note B 可換股票據B	Convertible note C 可換股票據C	Convertible note D 可換股票據D	Total 總計 HK\$'000 千港元
Volatility of underlying listed shares	相關上市股份波幅	51.15%	54.67%	93.17%	79.71%	
Risk-free interest rate (with reference to Hong Kong Exchange Fund Note)	無風險利率(參照香港外匯基金債券)	0.34%	0.34%	0.89%	0.85%	
<b>Fair value at 31 December 2011</b>	<b>於二零一一年十二月三十一日之公平值</b>	<b>HK\$'000 千港元</b>	<b>HK\$'000 千港元</b>	<b>HK\$'000 千港元</b>	<b>HK\$'000 千港元</b>	<b>HK\$'000 千港元</b>
Convertible notes/bonds	可換股票據/債券	3,657	14,364	10,000	14,433	<b>42,454</b>

(i) The issuer of convertible note A may redeem the whole or any part of the notes at any time after 1 year from the issue date by giving not less than seven business days prior notice.

(ii) The issuer of convertible note B may redeem the whole or any part of the notes at any time from the issue date to the maturity date by giving not less than seven business days prior notice.

### 15. 於損益帳按公平值處理之財務資產(續)

#### 15(a) 非上市可換股票據之估值基準(續)

(i) 可換股票據A發行人可於發行日期起計一年後隨時發出不少於七個營業日之事先通知，贖回全部或任何部分票據。

(ii) 可換股票據B發行人可由發行日期起至到期日止隨時發出不少於七個營業日之事先通知，贖回全部或任何部分票據。

## Notes to the Financial Statements 財務報表附註

### 15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)

#### 15(a) Valuation basis of unlisted convertible notes (Continued)

- (iii) The issuer of convertible note C may redeem the whole or any part (in an amount or integral multiple of HK\$1,000,000) at any time from the issue date to the maturity date with 5 business days prior notice.
- (iv) The issuer of convertible note D may redeem the total amount at par at any time before maturity by serving at least seven days prior written notice.

### 15. 於損益帳按公平值處理之財務資產 (續)

#### 15(a) 非上市可換股票據之估值基準 (續)

- (iii) 可換股票據C發行人可由發行日期起至到期日止隨時發出五個營業日之事先通知，贖回全部或任何部分（金額須為1,000,000港元或其完整倍數）。
- (iv) 可換股票據D發行人可於到期日前隨時發出最少七日之事先書面通知，按面值贖回全數金額。

### 16. INTEREST IN SUBSIDIARIES

### 16. 於附屬公司之權益

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Unlisted shares, at cost	非上市股份，按成本	-	-
Amounts due from subsidiaries	應收附屬公司款項	<u>2,296,287</u>	<u>1,856,907</u>
		<b>2,296,287</b>	1,856,907
Less: Provision for amounts due from subsidiaries	減：應收附屬公司款項撥備	<u>(1,414,487)</u>	<u>(1,038,176)</u>
		<u><b>881,800</b></u>	<u>818,731</u>

The amounts due from/to subsidiaries are unsecured, non-interest bearing and the settlement of which is neither planned nor likely to occur in the foreseeable future.

應收／應付附屬公司款項為無抵押及免息，並無計劃亦不大可能於可見未來清償。



# Notes to the Financial Statements

## 財務報表附註

### 16. INTEREST IN SUBSIDIARIES (Continued)

Details of the Company's principal subsidiaries at 31 December 2011 were as follows:

### 16. 於附屬公司之權益 (續)

本公司主要附屬公司於二零一一年十二月三十一日之詳情如下：

Name of subsidiary 附屬公司名稱	Place of incorporation/ operation 註冊成立／經營地點	Issued and fully paid share capital/ registered capital 已發行及繳足股本／註冊資本	Percentage of equity interest held by the Company 本公司所持股本權益百分比		Principal activities 主要業務
			Directly 直接	Indirectly 間接	
Allied Loyal International Investments Limited	British Virgin Islands	US\$50,000	–	100%	Investment holding
	英屬處女群島	50,000美元			投資控股
Equity Base Investments Limited	British Virgin Islands	US\$1	–	100%	Investment holding
	英屬處女群島	1美元			投資控股
Forefront Automotive Services Company Limited 福方汽車服務有限公司	Hong Kong	HK\$20	–	100%	Trading of motor vehicle accessories
	香港	20港元			汽車零配件貿易
Forefront Finance Company Limited 福方財務有限公司	Hong Kong	HK\$2,000,000	–	100%	Money-lending
	香港	2,000,000港元			放債
Forefront International (Hong Kong) Limited	Hong Kong	HK\$100,000	–	100%	Provision of management services for the Group
		Ordinary share			
福方(香港)有限公司	香港	HK\$6,000,000			為本集團提供管理服務
		Non-voting deferred shares (i)			
		100,000港元 普通股			
		6,000,000港元 無投票權遞延股份(i)			

# Notes to the Financial Statements

## 財務報表附註

### 16. INTEREST IN SUBSIDIARIES (Continued)

### 16. 於附屬公司之權益 (續)

Name of subsidiary 附屬公司名稱	Place of incorporation/ operation 註冊成立/經營地點	Issued and fully paid share capital/ registered capital 已發行及繳足 股本/註冊資本	Percentage of equity interest held by the Company 本公司所持股本權益百分比		Principal activities 主要業務
			Directly 直接	Indirectly 間接	
Loyal Fine Limited	British Virgin Islands 英屬處女群島	US\$1 1美元	100%	–	Investment holding 投資控股
Regent Square Limited	British Virgin Islands 英屬處女群島	US\$1 1美元	–	100%	Investment holding 投資控股
Richful Zone International Limited 豐域國際有限公司	British Virgin Islands 英屬處女群島	US\$17,478,973 17,478,973美元	–	100%	Investment holding 投資控股
Sino Wealthy Limited	British Virgin Islands 英屬處女群島	US\$1 1美元	–	100%	Trading of securities 證券買賣
Smart Oriental Limited	British Virgin Islands 英屬處女群島	US\$1 1美元	–	100%	Investment holding 投資控股

Note:

- (i) Holders of deferred shares have no rights to vote at general meetings or receive any dividend. Upon winding up, they are entitled to one half of the balance of the company's assets after HK\$100,000,000,000 has been distributed to holders of ordinary shares.

None of the subsidiaries had any loan capital in issue at any time during the year ended 31 December 2011.

附註：

- (i) 遞延股份之持有人無權在股東大會上投票，亦無權收取任何股息。在清盤時，該公司資產中100,000,000,000港元將首先用於分派予普通股之持有人，而餘額之一半由遞延股份之持有人享有。

各附屬公司於截至二零一一年十二月三十一日止年度內任何時間並無任何已發行借貸資本。

# Notes to the Financial Statements

## 財務報表附註

### 17. LOANS RECEIVABLE

Loans granted to borrowers are repayable according to repayment schedules. The balance comprises loans receivable from:

		Note	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
		附註		
Third parties	第三方	(a)	184,822	241,388
Allowance for bad and doubtful debts	呆壞帳撥備	(b)	(20,676)	(90,817)
Balances due within one year included in current assets	計入流動資產、於一年內到期之結餘	(b)	164,146	150,571

Notes:

- (a) At the end of the reporting period, (1) loans receivable carry effective interest rate ranging from 5% to 6% per annum (2010: prime rate minus 2% to prime rate plus 2%); (2) loan balance of HK\$1,421,000 (2010: HK\$1,447,000) was overdue and fully impaired; (3) the remaining loan balances of HK\$183,401,000 (2010: HK\$239,941,000) are within the respective maturity dates (2010: within maturity dates); (4) loan balances of HK\$183,401,000 are secured and the fair value of the pledged assets is HK\$46,782,000 (2010: loan balance of HK\$162,151,000 are secured and the fair value of the pledged assets is HK\$50,838,000); and (5) loan balance of HK\$Nil (2010: HK\$77,790,000) is unsecured.

### 17. 應收貸款

借款人獲授之貸款須按照還款時間表償還。有關結餘包括來自下列各方之應收貸款：

		Note	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
		附註		
Third parties	第三方	(a)	184,822	241,388
Allowance for bad and doubtful debts	呆壞帳撥備	(b)	(20,676)	(90,817)
Balances due within one year included in current assets	計入流動資產、於一年內到期之結餘	(b)	164,146	150,571

附註：

- (a) 於報告期結束日，(1)應收貸款之實際利率介乎年利率5厘至6厘(二零一零年：最優惠利率減2厘至最優惠利率加2厘)；(2)貸款結餘1,421,000港元(二零一零年：1,447,000港元)乃逾期未付並已全數減值；(3)餘下貸款結餘183,401,000港元(二零一零年：239,941,000港元)均無逾期(二零一零年：無逾期)；(4)貸款結餘183,401,000港元為有擔保，已抵押資產之公平值為46,782,000港元(二零一零年：貸款結餘162,151,000港元為有擔保，已抵押資產之公平值為50,838,000港元)；及(5)貸款結餘零港元(二零一零年：77,790,000港元)為無抵押。

# Notes to the Financial Statements

## 財務報表附註

### 17. LOANS RECEIVABLE (Continued)

Notes: (Continued)

- (b) The movement of allowance for bad and doubtful debts is analysed as follows:

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Balance at beginning of year	年初結餘	90,817	1,471
Increase in allowance	撥備增加	19,255	89,370
Amount recovered	已收回金額	(89,396)	(24)
Net (release) charge	(撥回)開支淨額	(70,141)	89,346
Balance at end of year	年終結餘	20,676	90,817

The directors assessed the collectability of loans receivable at the end of the reporting period individually with reference to borrowers' past collection history and current creditworthiness. Based on the assessment with reference to the collaterals secured by the borrowers and the amount recovered from the borrowers up to the date of the authorisation of these financial statements, the collectability of loans receivable amounting to HK\$20,676,000 (2010: HK\$90,817,000) was in doubt and provision amounting to HK\$19,255,000 (2010: HK\$89,370,000) was made accordingly. In the directors' opinion, there was no indication of deterioration in the collectability of the remaining amount of HK\$164,146,000 (2010: HK\$150,571,000) and thus no additional allowance was considered necessary.

### 17. 應收貸款 (續)

附註：(續)

- (b) 呆壞帳撥備變動分析如下：

董事於報告期結束日參照借款人過往之還款紀錄及現時之信用程度，個別評估能否收回應收貸款。根據參照借款人抵押之抵押品及於截至財務報表授權刊發日期已向借款人收回之金額作出之評估，應收貸款20,676,000港元（二零一零年：90,817,000港元）之可收回程度成疑，因而作出相應撥備19,255,000港元（二零一零年：89,370,000港元）。董事認為並無跡象顯示收回餘額164,146,000港元（二零一零年：150,571,000港元）方面出現問題，故無須作出額外撥備。

# Notes to the Financial Statements

## 財務報表附註

### 17. LOANS RECEIVABLE (Continued)

- (c) Loans receivable that are not impaired  
The ageing analysis of loan and interest receivables that neither individually nor collectively considered to be impaired is as follows:

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Neither past due nor impaired	並無逾期或減值	164,146	150,571

Receivables that were neither past due nor impaired relate to a wide range of borrowers for whom there was no recent history of default. These loans are repayable within 6 months.

### 17. 應收貸款 (續)

- (c) 並無減值之應收貸款  
並無個別或集體被視為已減值之應收貸款及利息之帳齡分析如下：

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
		164,146	150,571

並無逾期或減值之應收款項涉及近期並無違約紀錄而層面廣泛之借款人。該等貸款須於六個月內償還。

### 18. OTHER RECEIVABLES

		The Group 本集團		The Company 本公司	
		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Deposits, prepayments and other debtors	按金、預付款項及其他應收帳款	2,677	19,220	343	583
Dividend receivable from an associate	應收一間聯營公司股息	-	1,200	-	-
		<b>2,677</b>	<b>20,420</b>	<b>343</b>	<b>583</b>

### 18. 其他應收款項

# Notes to the Financial Statements

## 財務報表附註

### 19. DISPOSAL OF A SUBSIDIARY

In September 2011, the Group disposed of the entire equity interest in a subsidiary, Crown Creation Limited, to an independent third party, at a consideration of HK\$100 million. The net assets of Crown Creation Limited and its subsidiaries disposed of during the year were as follows:

### 19. 出售一間附屬公司

於二零一一年九月，本集團向一名獨立第三方出售一間附屬公司Crown Creation Limited全部股本權益，代價為100,000,000港元。於年內出售之Crown Creation Limited及其附屬公司之資產淨值如下：

		2011 二零一一年 HK\$'000 千港元
Carrying amount of net assets disposed of comprise:	已出售資產淨值之帳面值包括：	
Available-for-sales financial assets	可供出售財務資產	77,793
Interest in associate	於聯營公司之權益	4,546
Goodwill	商譽	—
		82,339
Gain on disposal	出售收益	17,661
Cash consideration received	已收取現金代價	100,000

On 19 May 2010, the Company issued 400,000,000 ordinary shares as consideration for the acquisition of Perfect Time Investments Limited ("Perfect Time"). Perfect Time holds 100% equity interest in Jet Star Industries Limited, which holds a property in Guangzhou, PRC. The property is a 20-stories composite building known as Jifu Plaza. On 26 May 2010, the Group disposed of its entire interest in Perfect Time to an independent third party at a consideration of HK\$85,000,000. A net gain on disposal of approximately HK\$25,000,000 was recognised during the year ended 31 December 2010. Please refer to 2010 annual report for details.

於二零一零年五月十九日，本公司已發行400,000,000股普通股，作為收購時美投資有限公司（「時美」）之代價。時美持有捷勝實業有限公司100%股本權益，而該公司持有中國廣州一項物業。該物業為一幢二十層綜合樓宇，名為集富大廈。於二零一零年五月二十六日，本集團向一名獨立第三方出售其於時美之全部權益，代價為85,000,000港元。截至二零一零年十二月三十一日止年度已確認出售盈利淨額約25,000,000港元。詳情請參閱二零一零年年報。

# Notes to the Financial Statements

## 財務報表附註

### 20. DEFINED CONTRIBUTION PLANS

The group companies in Hong Kong participate in the Mandatory Provident Fund (the “MPF Scheme”) which is a defined contribution scheme managed by independent trustees. The assets of the fund are held separately from those of the group companies and are managed by independent professional fund managers. Under the MPF Scheme, each of the Group (the employer) and its employees make monthly contributions to the MPF Scheme at 5% of the employees’ earnings as defined under the Mandatory Provident Fund legislation. The monthly contributions of each of the employees are subject to a cap of HK\$1,000 and thereafter contributions are voluntary.

Contributions of approximately HK\$143,000 (2010: HK\$150,000) were made during the year ended 31 December 2011.

At 31 December 2011, the Group had no material forfeited contribution available to reduce its contributions to the retirement benefits scheme in future years (2010: Nil).

### 21. DEFERRED TAXATION

The Group has not recognised deferred tax asset in respect of unused tax loss of HK\$1,483,295,000 (2010: HK\$719,040,000) relating to certain Hong Kong incorporated subsidiaries. The tax losses have no expiry date under current tax legislation. The deferred tax asset has not been recognised due to uncertainty of its recoverability.

### 20. 界定供款計劃

本集團旗下在香港之公司已參加強制性公積金計劃(「強積金計劃」)，該計劃乃由獨立受託人管理之界定供款計劃。該基金之資產與本集團各公司之資產分開持有，並由獨立專業基金經理管理。根據強積金計劃，本集團(僱主)及其僱員須根據強制性公積金法例之規定，各自每月向強積金計劃作出相等於僱員收入5%之供款。每名僱員之每月供款上限為1,000港元，超出之供款純屬自願性質。

本集團於截至二零一一年十二月三十一日止年度作出之供款約為143,000港元(二零一零年：150,000港元)。

於二零一一年十二月三十一日，本集團並無重大已沒收供款可供扣減未來年度之退休福利計劃供款(二零一零年：無)。

### 21. 遞延稅項

本集團並無就有關若干於香港註冊成立之附屬公司之未動用稅項虧損1,483,295,000港元(二零一零年：719,040,000港元)確認遞延稅項資產。根據現行稅法，稅項虧損並無屆滿日期。遞延稅項資產因未能估計可收回性而未予確認。

# Notes to the Financial Statements

## 財務報表附註

### 22. SHARE CAPITAL

### 22. 股本

		2011 二零一一年		2010 二零一零年	
		No. of shares 股份數目	HK\$'000 千港元	No. of shares 股份數目	HK\$'000 千港元
		'000 千股	千港元	'000 千股	千港元
<b>Authorised:</b>	<b>法定：</b>				
At beginning of year	於年初				
Ordinary shares of HK\$0.10 each	每股面值0.10港元之普通股	50,000,000	5,000,000	50,000,000	5,000,000
Capital reorganisation (note a)	股本重組(附註a)	450,000,000	-	-	-
At end of the year	於年終				
Ordinary shares of HK\$0.01 each	每股面值0.01港元之普通股				
(2010: ordinary shares of HK\$0.1 each)	(二零一零年:每股面值0.1港元之普通股)	500,000,000	5,000,000	50,000,000	5,000,000
<b>Issued and fully paid:</b>	<b>已發行及繳足：</b>				
At beginning of year	於年初				
Ordinary shares of HK\$0.10 each	每股面值0.10港元之普通股	4,060,825	406,082	439,384	43,938
Capital reorganisation (note a)	股本重組(附註a)	(3,654,743)	(402,022)	-	-
Issue of shares on rights issue (note b)	供股時發行股份(附註b)	3,248,660	32,487	1,098,461	109,846
Issue of new shares	發行新股	-	-	2,040,988	204,099
Issue of shares under share options scheme	根據購股權計劃發行股份	-	-	43,939	4,394
Shares issued on conversion of zero coupon convertible bonds	轉換零息票可換股債券時發行股份	-	-	324,484	32,448
Shares issued on conversion of optional bonds	轉換選擇性債券時發行股份	-	-	113,569	11,357
<b>At end of the reporting period</b>	<b>於報告期結束日</b>				
Ordinary shares of HK\$0.01 each	每股面值0.01港元之普通股				
(2010: ordinary shares of HK\$0.1 each)	(二零一零年:每股面值0.1港元之普通股)	3,654,742	36,547	4,060,825	406,082



# Notes to the Financial Statements

## 財務報表附註

### 22. SHARE CAPITAL (Continued)

Note:

- (a) At the extraordinary general meeting of the Company held on 10 January 2011, the resolutions in respect of the share consolidation, the capital reduction and the capital subdivision of the Company (the "Capital Reorganisation") were approved by the shareholders. The effects of the Capital Reorganisation were as follows:
- (i) Under the share consolidation, every ten issued share of par value of HK\$0.1 each was consolidated into one adjusted issued share of par value of HK\$1.00 each.
  - (ii) Immediately following the share consolidation, the nominal value of all the issued existing share will be reduced from par value of HK\$1.0 each to par value of HK\$0.01 each by cancellation of the paid up capital to the extent of HK\$0.99 on each issued consolidated share.
  - (iii) The credit arising from such capital reduction will be applied towards canceling the accumulated deficit of the Company with the balance to be transferred to the distributable capital redemption reserve account of the Company.
  - (iv) Under the share subdivision, each of the authorised but unissued share of par value of HK\$0.10 each will be subdivided into ten adjusted shares of par value of HK\$0.01 each.
- (b) Pursuant to the ordinary resolutions passed at the extraordinary general meeting held on 10 January 2011, 3,248,660,184 rights shares on the basis of 8 rights shares for every 1 adjusted share held at a price of HK\$0.125 per rights share were issued and allocated to successful applicants on 28 April 2011.

### 22. 股本 (續)

附註：

- (a) 於本公司在二零一一年一月十日舉行之股東特別大會上，股東批准多項關於本公司股份合併、資本削減及股份拆細（「股本重組」）之決議案。股本重組之影響如下：
- (i) 根據股份合併，將每十股每股面值0.1港元之已發行股份合併為一股面值1.00港元之經調整已發行股份。
  - (ii) 緊隨股份合併後，藉註銷每股已發行合併股份之繳足股本0.99港元，將所有已發行現有股份之面值由每股1.0港元削減至每股0.01港元。
  - (iii) 動用資本削減所產生之進帳額抵銷本公司之累計虧絀，餘額則轉撥至本公司之可分派資本贖回儲備帳。
  - (iv) 根據股份拆細，每股面值0.10港元之法定但未發行股份將分拆為十股每股面值0.01港元之經調整股份。
- (b) 於二零一一年四月二十八日，本公司根據於二零一一年一月十日舉行之股東特別大會上通過之普通決議案，按每持有一股經調整股份供八股供股股份之基準，以每股供股股份0.125港元之價格向成功申請人發行及配發3,248,660,184股供股股份。

# Notes to the Financial Statements

## 財務報表附註

### 23. SHARE OPTIONS

#### (a) Share option scheme

A share option scheme was approved by shareholders on 6 August 2007 which will remain in force for a period of 10 years commencing on 6 August 2007.

Under the new share option scheme, the Company may grant to Directors and employees of the Group and any other persons who, in the sole discretion of the Board, have contributed or will contribute to the Group. The maximum of shares to be issued upon exercise of all outstanding options granted and yet to be exercised under the new share option scheme and any other share option scheme of the Company must not in aggregate exceed 30% of the total number of shares in issue from time to time. The total number of shares which may be issued upon exercise of all options to be granted under the new share option scheme and any other share option scheme of the Company must not in aggregate exceed 10% of the shares in issue, the General Scheme Limit, at the date of the passing of the relevant ordinary resolution. If any options is to be granted to connected person(s), it must be approved by independent non-executive directors or independent shareholders as the case may be.

The maximum number of shares in respect of which share options may be granted to a specifically identified single grantee under the new share option scheme (including exercised, cancelled and outstanding options) in any 12-month period shall not exceed 1% of the total number of shares in issue.

### 23. 購股權

#### (a) 購股權計劃

購股權計劃於二零零七年八月六日獲股東批准，自二零零七年八月六日起生效，有效期10年。

根據新購股權計劃，本公司可授予董事、本集團僱員及董事會全權酌情認為曾經或將會對本集團作出貢獻之任何其他人士購股權。因行使根據新購股權計劃及本公司任何其他購股權計劃授出但未行使之全部發行在外購股權而發行之股份上限合共不得超過不時已發行股份總數之30%。因行使根據新購股權計劃及本公司任何其他購股權計劃授出之全部購股權而可發行之股份總數合共不得超過於通過相關普通決議案當日已發行股份之10%（整體計劃限額）。授予關連人士任何購股權須先經獨立非執行董事或獨立股東（視情況而定）批准。

於任何十二個月期間根據新購股權計劃可向特別選定單一承授人授出之購股權（包括已行使、已註銷及未行使購股權）涉及之股份最高數目不得超過已發行股份總數之1%。

# Notes to the Financial Statements

## 財務報表附註

### 23. SHARE OPTIONS (Continued)

#### (a) Share option scheme (Continued)

Under the new share option scheme, the options granted may be accepted by a participant within 14 days from the date of such offer. A consideration of HK\$1 is payable on acceptance of the offer of grant of an option. Options may be exercised at any time no later than 10 years from the date of grant. The subscription price for shares payable on exercise of share options granted under the new share option scheme shall be a price determined by the Directors, but shall in any event be not be less than the highest of (i) the closing price of the shares as stated in the Stock Exchange's daily quotations sheet on the date of the offer of grant, which must be a trading day; (ii) the average closing price of the shares as stated in the Stock Exchange's daily quotations sheets for the five trading days immediately preceding the date of the offer of grant; and (iii) the nominal value of share.

#### (b) Movement in share option scheme during the year and in subsequent period:

No share option has been granted and exercised during the year or outstanding at the end of reporting period.

On 31 January 2012, 365,474,270 share options were granted under share option scheme to qualified participants. The exercise price of the relevant share options granted on 31 January 2012 was HK\$0.1042 per share, which represents the highest of (i) the closing price of HK\$0.103 per share on the date of grant; (ii) the average closing price of HK\$0.1042 per share for the five business days immediately preceding the date of grant; and (iii) the nominal value of HK\$0.01 per share. The options were fully exercised on 7 February 2012 and the Company received proceeds of HK\$38 million.

### 23. 購股權 (續)

#### (a) 購股權計劃 (續)

根據新購股權計劃，授出之購股權可由參與者於要約日期起計14日內接納。接納授出購股權之要約時須支付1港元代價。購股權可由授出日期起10年內隨時行使。根據新購股權計劃授出之購股權獲行使時應付之股份認購價由董事釐定，惟在任何情況下不得低於下列之最高者：(i)股份於授出要約日期（必須為交易日）在聯交所每日報價表所報之收市價；(ii)股份於緊接授出要約日期前五個交易日在聯交所每日報價表所報之平均收市價；及(iii)股份面值。

#### (b) 年內及其後期間購股權計劃之變動：

概無購股權於年內已授出及行使或於報告期結束時未行使。

於二零一二年一月三十一日，本公司根據購股權計劃授予合資格參與者365,474,270份購股權。於二零一二年一月三十一日授出之相關購股權之行使價為每股股份0.1042港元，乃(i)股份於授出日期之收市價每股0.103港元；(ii)股份於緊接授出日期前五個營業日之平均收市價每股0.1042港元；及(iii)每股股份面值0.01港元三者中之最高者。該等購股權已於二零一二年二月七日獲悉數行使，而本公司已收取所得款項38,000,000港元。

# Notes to the Financial Statements

## 財務報表附註

### 24. RESERVES

#### The Company

### 24. 儲備

#### 本公司

		Share premium	Zero coupon convertible bonds	Share option reserve	Capital contributed surplus	Capital reserve	Capital redemption reserve	Accumulated deficit	Total
		股份溢價	可換股債券	購股權儲備	資本溢餘	資本儲備	贖回儲備	累計虧絀	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
At 1 January 2010	於二零一零年一月一日								
Beginning of year	年初	805,044	23,230	-	16,692	4,492	1,173	(615,917)	234,714
<b>Comprehensive loss</b>	<b>全面虧損</b>								
Loss for the year	年內虧損	-	-	-	-	-	-	(130,947)	(130,947)
<b>Total comprehensive loss for the year</b>	<b>年內全面虧損總額</b>	-	-	-	-	-	-	(130,947)	(130,947)
<b>Transactions with owners</b>	<b>與擁有人進行之交易</b>								
Issue of new shares, net of expenses	發行新股(已扣除開支)	70,295	-	-	-	-	-	-	70,295
Issue of shares on rights issues, net of expenses	供股時發行股份(已扣除開支)	188,977	-	-	-	-	-	-	188,977
Share options granted	授出購股權	-	-	1	-	-	-	-	1
Issue of shares under share option scheme	根據購股權計劃發行股份	9,667	-	(1)	-	-	-	-	9,666
Shares issued on conversion of convertible bonds, net of expenses	轉換可換股債券時發行股份(已扣除開支)	76,528	(23,230)	-	-	-	-	-	53,298
Issuance of optional bonds	發行選擇性債券	-	10,472	-	-	-	-	-	10,472
Shares issued on conversion of optional bonds	轉換選擇性債券時發行股份	27,143	(10,472)	-	-	-	-	-	16,671
<b>Total transactions with owners for the year</b>	<b>年內與擁有人進行之交易總額</b>	372,610	(23,230)	-	-	-	-	-	349,380
At 31 December 2010 and at 1 January 2011	於二零一零年十二月三十一日及二零一一年一月一日	1,177,654	-	-	16,692	4,492	1,173	(746,864)	453,147
<b>Comprehensive loss</b>	<b>全面虧損</b>								
Loss for the year	年內虧損	-	-	-	-	-	-	(377,386)	(377,386)
<b>Total comprehensive loss for the year</b>	<b>年內全面虧損總額</b>	-	-	-	-	-	-	(377,386)	(377,386)
<b>Transactions with owners</b>	<b>與擁有人進行之交易</b>								
Issue of shares on rights issues, net of expenses (note 22(b))	供股時發行股份(已扣除開支)(附註22(b))	361,413	-	-	-	-	-	-	361,413
Capital reorganisation (note 22(a))	股本重組(附註22(a))	-	-	-	-	-	-	402,022	402,022
<b>Total transactions with owners for the year</b>	<b>年內與擁有人進行之交易總額</b>	361,413	-	-	-	-	-	402,022	763,435
At 31 December 2011	於二零一一年十二月三十一日	1,539,067	-	-	16,692	4,492	1,173	(722,228)	839,196

# Notes to the Financial Statements

## 財務報表附註

### 25. CASH USED IN OPERATIONS

### 25. 經營所用現金

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Loss before taxation	除稅前虧損	<b>(329,308)</b>	(229,463)
Interest on bank and other borrowings	銀行及其他借貸之利息	-	38
Interest income	利息收入	<b>(581)</b>	(114)
Share of results of associates	應佔聯營公司業績	<b>(307)</b>	(1,393)
Impairment loss on intangible assets	無形資產之減值虧損	-	12,258
Amortisation of liability component of convertible bonds	可換股債券負債部分攤銷	-	1,286
Gain on disposal/Net gain on acquisition and disposal of a subsidiary	出售一間附屬公司之盈利／收購及出售一間附屬公司之盈利淨額	<b>(17,661)</b>	(25,000)
Depreciation and amortisation expenses	折舊及攤銷開支	<b>1,761</b>	2,109
Loss on disposal of property, plant and equipment	出售物業、廠房及設備之虧損	-	2
Write back of other payable	撥回其他應付款項	<b>(23,910)</b>	-
Recognition of bargain purchase on acquisition of a subsidiary	於收購一間附屬公司時確認購買優惠	-	(3,262)
Net release (charge) on provision for bad and doubtful debts	呆壞帳撥備撥回(支出)淨額	<b>(70,141)</b>	89,346
Changes in working capital:	營運資金之變動：		
Financial assets at fair value through profit or loss	於損益帳按公平值處理之財務資產	<b>5,986</b>	(177,405)
Other receivables	其他應收款項	<b>17,743</b>	(5,626)
Other payables	其他應付款項	<b>(2,508)</b>	1,181
Loans receivable	應收貸款	<b>56,567</b>	(179,835)
<b>Cash used in operations</b>	<b>經營所用現金</b>	<b>(362,359)</b>	(515,878)

# Notes to the Financial Statements

## 財務報表附註

### 26. MARGIN FACILITIES

As at 31 December 2011, margin facilities of HK\$199,683,000 (2010: HK\$195,757,000) from regulated securities brokers were granted to the Group under which financial assets at fair value through profit or loss of HK\$445,338,000 (2010: HK\$451,324,000) were treated as collateral for the facilities granted. The Group has not utilised any of these facilities as at 31 December 2011 (2010: HK\$Nil).

### 27. COMMITMENTS

#### Commitments under operating leases

The Group leases a number of properties under operating leases, which typically run for an initial period of 1-3 years. None of these leases includes contingent rentals. At the end of the reporting period, the Group had future lease payments under non-cancellable operating leases, which are payable as follows:

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Within one year	一年內	861	1,033
In the second to fifth years inclusive	第二至第五年(包括首尾兩年)	149	91
		<b>1,010</b>	<b>1,124</b>

### 26. 孖展融資

於二零一一年十二月三十一日，本集團獲受規管證券經紀授出孖展融資199,683,000港元(二零一零年：195,757,000港元)，據此，於損益帳按公平值處理之財務資產445,338,000港元(二零一零年：451,324,000港元)被視為獲授融資之抵押品。於二零一一年十二月三十一日，本集團並無動用任何該等融資(二零一零年：零港元)。

### 27. 承擔

#### 經營租賃承擔

本集團以一般初步為期一至三年之經營租賃租用多項物業。有關租賃並不包括或然租金。於報告期結束日，本集團於不可註銷經營租賃之未來租賃付款應按以下年期支付：

# Notes to the Financial Statements

## 財務報表附註

### 28. RELATED PARTY TRANSACTIONS

Other than disclosed elsewhere in the financial statements, during the year the Group had the following significant related party transactions:

#### Remunerations of key management personnel:

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Employee benefits expenses	僱員福利開支	2,013	1,987
Contributions to defined contribution schemes	界定供款計劃供款	36	36
		<b>2,049</b>	<b>2,023</b>

### 29. FINANCIAL RISK MANAGEMENT

The Group's principal financial instruments are available-for-sales financial assets, financial assets at fair value through profit or loss, loans receivable, bank balances and cash. The main purpose of these financial instruments is to raise and maintain finance for the Group's operations. The Group has various other financial instruments such as other receivables and other payables, which arise directly from its business activities.

The main risks arising from the Group's financial instruments are equity price risk, interest rate risk, foreign currency risk, credit risk and liquidity risk. The Board of Directors generally adopts conservative strategies on its risk management and limits the Group's exposure to these risks to a minimum. The Board of Directors reviews and agrees policies for managing each of these risks and they are summarised below. The Group also monitors the market price risk arising from all financial instruments.

### 28. 關連人士交易

除財務報表其他部分所披露者外，本集團於年內進行之重大關連人士交易如下：

#### 主要管理人員之酬金：

	2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Employee benefits expenses	2,013	1,987
Contributions to defined contribution schemes	36	36
	<b>2,049</b>	<b>2,023</b>

### 29. 財務風險管理

本集團之主要財務工具為可供出售財務資產、於損益帳按公平值處理之財務資產、應收貸款、銀行結存及現金。此等財務工具之主要用途乃為本集團之業務籌集及維持融資。本集團有若干其他財務工具，如直接自其業務活動產生之其他應收款項及其他應付款項。

本集團財務工具所產生之主要風險為股價風險、利率風險、外幣風險、信貸風險及流動資金風險。董事會一般對風險管理採納審慎策略，並將本集團承擔之風險減至最低。董事會為管理以上各種風險檢討及協定有關政策，各種風險已概列於下文。本集團亦會監察所有財務工具所產生之市場價格風險。

# Notes to the Financial Statements

## 財務報表附註

### 29. FINANCIAL RISK MANAGEMENT (Continued)

#### Equity price risk

The Group is exposed to equity price risk arising from trading of listed securities and unlisted convertible notes included in financial assets at fair value through profit or loss. The sensitivity analysis has been determined based on the exposure to equity price risk.

At the end of the reporting period, if the quoted market prices had been 5% higher or lower while all other variables were held constant, the Group's net loss would decrease or increase by HK\$22,267,000 (2010: HK\$19,650,000) as a result of changes in fair value of investments. The Group's sensitivity to equity price has not changed significantly from the prior year.

The sensitivity analysis has been determined assuming that the reasonably possible changes in the stock market index or other relevant risk variables had occurred at the end of the reporting period and had been applied to the exposure to equity price risk in existence at that date. It is also assumed that the fair values of the Group's investments would change in accordance with the historical correlation with the relevant stock market index or the relevant risk variables, that none of the Group's securities investments would be considered impaired as a result of a reasonably possible decrease in the relevant stock market index or other relevant risk variables, and that all other variables remain constant. The stated changes represent management's assessment of reasonably possible changes in the relevant stock market index or the relevant risk variables over the period until the next annual end of the reporting period. The analysis is performed on the same basis for 2010.

### 29. 財務風險管理 (續)

#### 股價風險

本集團之股價風險來自上市證券買賣及計入於損益帳按公平值處理之財務資產之非上市可換股票據。敏感度分析乃根據股價風險釐定。

於報告期結束日，倘若市場報價上調或下滑5%，在所有其他變數不變之情況下，本集團之虧損淨額將因為投資公平值變動而減少或增加22,267,000港元（二零一零年：19,650,000港元）。本集團對股價之敏感程度較往年並無大幅轉變。

敏感度分析乃假設股票市場指數或其他相關風險變數於報告期結束日出現合理可能變動而釐定，並適用於當日之股價風險。敏感度分析亦假設本集團投資之公平值隨相關股票市場指數或相關風險變數之歷史關係而變動，本集團之證券投資不會因相關股票市場指數或其他相關風險變數之合理可能下調而被視作減值，以及所有其他變數不變。上述變動指管理層對相關股票市場指數或相關風險變數於下年度報告期結束日前期間之合理可能變動之評估。分析之基準與二零一零年相同。



# Notes to the Financial Statements

## 財務報表附註

### 29. FINANCIAL RISK MANAGEMENT (Continued)

#### Interest rate risk

The Group has exposures to interest rate risk as its loans receivable are subject to floating interest rates. However, cash flow interest rate risk is considered minimal as the loans receivable have short maturity dates.

The interest rate risk for bank balance exposed is considered minimal as such amounts are placed in banks with maturing less than three months.

#### Foreign exchange risk

The Group is not subject to foreign currency risk exposure since its operations are mainly denominated in Hong Kong dollars.

#### Credit risk

The Group is exposed to credit risk for all recognised financial assets that a counterparty in a transaction may default on settlement. The maximum exposure equals to the carrying amount of these financial assets.

Credit risk refers to the risk that debtors will default on their obligations to repay the amounts due to the Group, resulting in a loss to the Group. The Group has adopted procedures in extending credit terms to loan borrowers and in monitoring its credit risk. The credit policy on extending credit terms to loan borrowers includes assessing and valuing of loan borrowers' creditworthiness and financial standing. Management also closely monitors all outstanding debts and reviews the collectability of other receivables periodically. At the end of the reporting period, the Group has a concentration of credit risk as 12% (2010: 32%) and 56% (2010: 66%) of the total loans receivable was due from the Group's largest borrower and the five largest borrowers respectively.

### 29. 財務風險管理 (續)

#### 利率風險

本集團因其應收貸款按浮動利率計息而承受利率風險。然而，由於應收貸款均於短期內到期，故現金流量利率風險不大。

由於銀行存款之到期日少於三個月，故就銀行結存承擔之利率風險甚微。

#### 外幣風險

由於本集團業務主要以港元計值，因而並無承受外幣風險。

#### 信貸風險

本集團因交易對手方無力清償款項而就所有已確認財務資產承受信貸風險。最高風險相等於此等財務資產之帳面值。

信貸風險指債務人未能履行其償還應付本集團款項之責任，致令本集團蒙受虧損之風險。本集團已採納若干程序延長貸款借款人之信貸期，並監察有關信貸風險。延長貸款借用人信貸期之信貸政策包括評定及估計貸款借用人之信用度及財務狀況。管理層亦會密切監察所有應收未收債項及定期審閱其他應收款項之收回情況。於報告期結束日，本集團之信貸風險集中，應收貸款總額中有12% (二零一零年：32%) 及56% (二零一零年：66%) 分別源自本集團之最大借用人及五大借用人。

# Notes to the Financial Statements

## 財務報表附註

### 29. FINANCIAL RISK MANAGEMENT (Continued)

#### Credit risk (Continued)

The Group has limited credit risk with its money deposited in financial institutions and brokers, which are leading and reputable firms and are assessed as having low credit risk. The Group has not had any significant loss arising from non-performance by these parties in the past and management does not expect so in the future.

#### Liquidity risk

Liquidity risk refers to the risk in which the Group is unable to meet its short-terms obligations. Liquidity risk is minimal and is managed by matching the payments and receipts cycles. The Group's operations are financed mainly through its business activities.

All the financial liabilities of the Group and the Company at the end of the reporting period are repayable on demand.

#### Capital management

The objectives of the Group's capital management are to safeguard the entity's ability to continue as a going concern and to provide returns for shareholders. The Group manages its capital structure and makes adjustments, including payment of dividend to shareholders, return capital to shareholders or issue new shares or sell assets to reduce debts. No changes were made in the objectives, policies or processes during the years ended 31 December 2011 and 2010.

### 29. 財務風險管理 (續)

#### 信貸風險 (續)

本集團於金融機構及經紀之存款面對之信貸風險有限，原因是該等金融機構及經紀均具領導地位及聲譽，獲評定為低信貸風險。本集團過往並無因有關人士不履行責任而產生之重大虧損，而管理層預期日後亦不會出現該等情況。

#### 流動資金風險

流動資金風險指本集團無力履行其短期責任之風險。流動資金風險微不足道，乃透過配合還款及收款週期加以管理。本集團之營運主要透過商業活動提供資金。

於報告期結束日，本集團及本公司之所有財務負債均按要求償還。

#### 資本管理

本集團管理資本之目的為保障該實體能持續經營，並為股東帶來回報。本集團管理其資本架構並作出調整，包括向股東派付股息、向股東退還資本或發行新股或出售資產以減少債項。截至二零一一年及二零一零年十二月三十一日止年度並無更改有關目標、政策或程序。

# Notes to the Financial Statements

## 財務報表附註

### 29. FINANCIAL RISK MANAGEMENT (Continued)

#### Capital management (Continued)

The Group monitors capital on the basis of debt-to-adjusted capital ratio, which is net debt divided by adjusted capital. The debt-to-adjusted capital ratios at the end of the reporting period were as follow:

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元
Other payables	其他應付款項	3,403	29,820
Less: Bank balances and cash	減：銀行結存及現金	<u>(138,183)</u>	<u>(131,342)</u>
Net debt	債務淨額	<u>(134,780)</u>	<u>(101,522)</u>
Total equity	股權總值	<u>954,837</u>	<u>890,245</u>
Debt-to-equity capital ratio	債務與股本比率	<u>N/A不適用</u>	<u>N/A不適用</u>

#### Fair value

All financial instruments are carried at amounts not materially different from their fair values as at 31 December 2011 and 2010.

The fair value of financial instruments traded in active markets (such as held for trading) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price.

The carrying value of loans and other receivables and other payables are assumed to approximate their fair values.

### 29. 財務風險管理 (續)

#### 資本管理 (續)

本集團根據債務與經調整股本比率(以債務淨額除以經調整股本計算)監察資本。於報告期結束日之債務與經調整股本比率如下：

#### 公平值

所有財務工具按與其於二零一一年及二零一零年十二月三十一日之公平值差異不大之金額列帳。

於活躍市場買賣之財務工具(例如持作買賣)之公平值乃根據於報告期結束日所報之市價計算。本集團所持財務資產使用之市場報價為當前之買入價。

貸款及其他應收款項及其他應付款項之帳面值被假定為與其公平值相若。

# Notes to the Financial Statements

## 財務報表附註

### 29. FINANCIAL RISK MANAGEMENT (Continued)

#### Fair value disclosures

The following presents the carrying value of financial instruments measured at fair value at 31 December 2011 across the three levels of the fair value hierarchy defined in HKFRS 7, Financial Instruments: Disclosures, with the fair value of each financial instrument categorised in its entirety based on the lowest level of input that is significant to that fair value measurement. The levels are defined as follows:

- Level 1 (highest level): fair values measured using quoted prices (unadjusted) in active markets for identical financial instruments;
- Level 2: fair values measured using quoted prices in active markets for similar financial instruments, or using valuation techniques in which all significant inputs are directly or indirectly based on observable market data;
- Level 3 (lowest level): fair values measured using valuation techniques in which any significant input is not based on observable market data.

### 29. 財務風險管理 (續)

#### 公平值披露

下文呈列按公平值計量之財務工具於二零一一年十二月三十一日之帳面值，並按照香港財務報告準則第7號「財務工具：披露事項」所界定三個級別公平值等級制分類，當中每項財務工具之公平值乃按對有關公平值計量有重大影響之最低輸入級別將整項公平值分類。有關級別界定如下：

- 級別一（最高級別）：使用活躍市場中相同財務工具之報價（未經調整）計量之公平值；
- 級別二：使用活躍市場中類似財務工具之報價，或所有重大輸入項目均直接或間接基於可觀察市場數據之估值方法計量之公平值；
- 級別三（最低級別）：使用重大輸入項目均並非基於可觀察市場數據之估值方法計量之公平值。

# Notes to the Financial Statements

## 財務報表附註

### 29. FINANCIAL RISK MANAGEMENT (Continued)

#### Fair value disclosures (Continued)

Assets measured at fair value

		31 December 2011 二零一一年 十二月三十一日 HK\$'000 千港元	Level 1 級別一 HK\$'000 千港元	Level 2 級別二 HK\$'000 千港元	Level 3 級別三 HK\$'000 千港元
Financial assets at fair value through profit or loss	於損益帳按公平值處理之財務資產				
– Equity securities	– 股本證券	402,884	402,884	–	–
– Unlisted convertible notes	– 非上市可換股票據	42,454	–	42,454	–
		<b>445,338</b>	<b>402,884</b>	<b>42,454</b>	<b>–</b>

		31 December 2010 二零一零年 十二月三十一日 HK\$'000 千港元	Level 1 級別一 HK\$'000 千港元	Level 2 級別二 HK\$'000 千港元	Level 3 級別三 HK\$'000 千港元
Financial assets at fair value through profit or loss	於損益帳按公平值處理之財務資產				
– Equity securities	– 股本證券	393,003	393,003	–	–
– Unlisted convertible notes	– 非上市可換股票據	58,321	–	58,321	–
		<b>451,324</b>	<b>393,003</b>	<b>58,321</b>	<b>–</b>

During the years ended 31 December 2011 and 2010, there was no transfer between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

### 29. 財務風險管理 (續)

#### 公平值披露 (續)

按公平值計量之資產

		31 December 2011 二零一一年 十二月三十一日 HK\$'000 千港元	Level 1 級別一 HK\$'000 千港元	Level 2 級別二 HK\$'000 千港元	Level 3 級別三 HK\$'000 千港元
Financial assets at fair value through profit or loss	於損益帳按公平值處理之財務資產				
– Equity securities	– 股本證券	402,884	402,884	–	–
– Unlisted convertible notes	– 非上市可換股票據	42,454	–	42,454	–
		<b>445,338</b>	<b>402,884</b>	<b>42,454</b>	<b>–</b>

		31 December 2010 二零一零年 十二月三十一日 HK\$'000 千港元	Level 1 級別一 HK\$'000 千港元	Level 2 級別二 HK\$'000 千港元	Level 3 級別三 HK\$'000 千港元
Financial assets at fair value through profit or loss	於損益帳按公平值處理之財務資產				
– Equity securities	– 股本證券	393,003	393,003	–	–
– Unlisted convertible notes	– 非上市可換股票據	58,321	–	58,321	–
		<b>451,324</b>	<b>393,003</b>	<b>58,321</b>	<b>–</b>

於截至二零一一年及二零一零年十二月三十一日止年度，並無於公平值計量級別一及級別二之間進行轉撥，亦無轉至及轉自公平值計量級別三之項目。

# Notes to the Financial Statements

## 財務報表附註

### 30. SEGMENTAL INFORMATION

The chief operating decision maker has evaluated the performance of operating segments and to allocate resources to those segments based on the Group's internal reporting in respect of these segments. The executive directors consider investing and provision of financing services are the Group's major operating segments in which the investing segment consists of securities trading and other investing activities. Segment results represent the result from each segment without allocation of finance costs and share of results of associates. The following analysis is the measure reported to executive directors, being the chief operating decision maker, for the purposes of resources allocation and assessment of segment performance.

#### By Business segments

An analysis of the Group's result by operating segments is set out below:

### 30. 分類資料

主要營運決策人已根據本集團各經營分類之內部報告，評估該等分類之表現以及將資源分配至各分類。執行董事認為投資及提供融資服務為本集團之主要經營分類，當中，投資分類包括證券買賣及其他投資活動。分類業績指各分類之業績，當中並未分配融資成本及應佔聯營公司業績。以下分析為向執行董事（即主要營運決策人）作出報告之方法，以供進行資源分配及評估分類表現。

#### 按業務分類

本集團業績按經營分類分析如下：

		Year ended 31 December 2011 截至二零一一年十二月三十一日止年度			
		Investing 投資 HK\$'000 千港元	Financing 融資 HK\$'000 千港元	Unallocated 未經分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
<b>Turnover</b>	<b>營業額</b>				
Net realised loss on disposal of financial assets at fair value through profit or loss	出售於損益帳按公平值處理之財務資產之已變現虧損淨額	(97,884)	-	-	(97,884)
Dividend income	股息收入	5,515	-	-	5,515
Interest income from provision of financial services	提供金融服務之利息收入	-	11,517	-	11,517
Total turnover	總營業額	<u>(92,369)</u>	<u>11,517</u>	<u>-</u>	<u>(80,852)</u>
<b>Operating results</b>	<b>經營業績</b>				
Segment results	分類業績	<u>(437,125)</u>	<u>67,792</u>	<u>22,057</u>	<u>(347,276)</u>
Share of result of associates	應佔聯營公司之業績				307
Gain on disposal a subsidiary	出售一間附屬公司之盈利				<u>17,661</u>
<b>Loss attributable to owners of the parent</b>	<b>母公司擁有人應佔虧損</b>				<u>(329,308)</u>

# Notes to the Financial Statements

## 財務報表附註

### 30. SEGMENTAL INFORMATION (Continued)

#### By Business segments (Continued)

An analysis of the Group's assets and liabilities by operating segments is set out below:

### 30. 分類資料 (續)

#### 按業務分類 (續)

本集團資產及負債按經營分類分析如下：

		Year ended 31 December 2011 截至二零一一年十二月三十一日止年度			
		Investing 投資 HK\$'000 千港元	Financing 融資 HK\$'000 千港元	Unallocated 未經分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
<b>Assets</b>	<b>資產</b>	<b>620,930</b>	<b>235,873</b>	<b>69,189</b>	<b>925,992</b>
- Interest in associates	- 於聯營公司之權益				<b>32,248</b>
					<b>958,240</b>
<b>Liabilities</b>	<b>負債</b>	<b>38</b>	<b>-</b>	<b>3,365</b>	<b>3,403</b>
<b>Other information</b>	<b>其他資料</b>				
Additions to non-current assets	添置非流動資產	<b>108,000</b>	<b>-</b>	<b>-</b>	<b>108,000</b>
Depreciation and other non-cash expenditures	折舊及其他非現金支出	<b>348,140</b>	<b>19,255</b>	<b>353</b>	<b>367,748</b>

# Notes to the Financial Statements

## 財務報表附註

### 30. SEGMENTAL INFORMATION (Continued)

#### By Business segments (Continued)

An analysis of the Group's result by operating segments is set out below:

### 30. 分類資料 (續)

#### 按業務分類 (續)

本集團業績按經營分類分析如下：

		Year ended 31 December 2010 截至二零一零年十二月三十一日止年度			
		Investing 投資 HK\$'000 千港元	Financing 融資 HK\$'000 千港元	Unallocated 未經分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
<b>Turnover</b>	<b>營業額</b>				
Net realised loss on disposal of financial assets at fair value through profit or loss	出售於損益帳按公平值處理之財務資產之已變現虧損淨額	(30,913)	-	-	(30,913)
Dividend income	股息收入	2,446	-	-	2,446
Interest income from provision of financial services	提供金融服務之利息收入	-	6,764	-	6,764
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total turnover	總營業額	<u>(28,467)</u>	<u>6,764</u>	<u>          </u>	<u>(21,703)</u>
<b>Operating results</b>	<b>經營業績</b>				
Segment results	分類業績	<u>(132,987)</u>	<u>(83,080)</u>	<u>(14,787)</u>	<u>(230,854)</u>
Share of result of associates	應佔聯營公司之業績				1,393
Loss on disposal of fixed assets	出售固定資產之虧損				<u>(2)</u>
<b>Loss attributable to owners of the parent</b>	<b>母公司擁有人應佔虧損</b>				<u>(229,463)</u>



# Notes to the Financial Statements

## 財務報表附註

### 30. SEGMENTAL INFORMATION (Continued)

#### By Business segments (Continued)

An analysis of the Group's assets and liabilities by operating segments is set out below:

### 30. 分類資料 (續)

#### 按業務分類 (續)

本集團資產及負債按經營分類分析如下：

		Year ended 31 December 2010 截至二零一零年十二月三十一日止年度			
		Investing 投資 HK\$'000 千港元	Financing 融資 HK\$'000 千港元	Unallocated 未經分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
<b>Assets</b>	<b>資產</b>	<b>597,257</b>	<b>150,731</b>	<b>135,590</b>	<b>883,578</b>
- Interest in associates	- 於聯營公司之權益				36,487
					<b>920,065</b>
<b>Liabilities</b>	<b>負債</b>	<b>-</b>	<b>-</b>	<b>29,820</b>	<b>29,820</b>
<b>Other information</b>	<b>其他資料</b>				
Additions to non-current assets	添置非流動資產	143,012	-	74	143,086
Depreciation and other non-cash expenditures	折舊及其他非現金支出	130,051	89,371	867	220,289

For the purpose of monitoring segment performance and allocating resources between segments, all assets are allocated to reportable segments other than interest in associates.

就監察分類表現及於各分類間分配資源而言，所有資產均獲分配至可報告分類，惟於聯營公司之權益除外。

## Notes to the Financial Statements

### 財務報表附註

#### 30. SEGMENTAL INFORMATION (Continued)

##### By Geographical segments

The following is analysis of the carrying amount of non-current assets other than available-for-sale financial assets, analysed by the geographical areas in which the assets are located:

		31 December 2011 二零一一年十二月三十一日		
		Hong Kong 香港 HK\$'000 千港元	Other regions in the PRC 中國其他地區 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Non-current assets	非流動資產	32,304	67,592	99,896

		31 December 2010 二零一零年十二月三十一日		
		Hong Kong 香港 HK\$'000 千港元	Other regions in the PRC 中國其他地區 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Non-current assets	非流動資產	33,421	72,475	105,896

About 100% of revenue of the Group during the year ended 31 December 2011 and 2010 are derived in Hong Kong, the place of domicile of the Group's operating entities.

#### 30. 分類資料 (續)

##### 按地區分類

以下為非流動資產(可供出售財務資產除外)按其所在地區劃分之帳面值分析:

本集團於截至二零一一年及二零一零年十二月三十一日止年度之全部收入均源自香港(即本集團經營實體之註冊地點)。

# Notes to the Financial Statements

## 財務報表附註

### 31. EVENTS AFTER THE REPORTING PERIOD

Other than disclosed elsewhere in these financial statements, a summary of events transacted after the end of reporting period is set out below:

On 20 January 2012, the Group entered into a note purchase agreement with an independent third party company to acquire 2.5% unsecured bonds due 2014 (the "Acquisition") in the aggregate principal amount of HK\$300 million issued by another independent third party company at a total consideration of HK\$265,000,000, which will be satisfied by cash. The Acquisition was approved by the shareholders at the extraordinary meeting on 2 March 2012.

### 31. 報告期後事項

除此等財務報表其他部分所披露者外，報告期結束日後進行之事項概述如下：

於二零一二年一月二十日，本集團與一間獨立第三方公司訂立票據購買協議，以收購另一間獨立第三方公司所發行本金總額為300,000,000港元之二零一四年到期2.5厘無抵押債券（「收購事項」），總代價為265,000,000港元，將以現金支付。收購事項已於二零一二年三月二日之股東特別大會上獲股東批准。

# Financial Summary

## 財務概要

The following is a summary of the published consolidated statement of comprehensive income and consolidated statement of financial position of Forefront Group Limited (the “Company”) and its subsidiaries (together the “Group”) for the past five years.

以下為福方集團有限公司(「本公司」)及其附屬公司(統稱「本集團」)過去五年之已刊發綜合全面收入報表及綜合財務狀況表概要。

### CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

### 綜合全面收入報表

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元	2009 二零零九年 HK\$'000 千港元	2008 二零零八年 HK\$'000 千港元	2007 二零零七年 HK\$'000 千港元
Turnover	營業額	(80,852)	(21,703)	46,518	(71,564)	(51,774)
Other income	其他收入	46,434	29,239	513	15,567	18,518
Net release (charge) on provision for bad and doubtful debts	呆壞帳撥備撥回(支出)淨額	70,141	(89,346)	42,769	(44,240)	-
Distribution and selling expenses	分銷及銷售開支	-	-	-	-	(331)
General and administrative expenses	一般及行政開支	(18,606)	(18,913)	(19,637)	(25,947)	(128,386)
Changes in fair value of financial assets at fair value through profit or loss	於損益帳按公平值處理之財務資產之公平值變動	(346,732)	(116,551)	26,839	(142,310)	(139,420)
Finance costs	融資成本	-	(1,324)	(992)	(1,630)	(24,250)
Share of result of associates	應佔聯營公司業績	307	1,393	2,676	4,464	1,860
Impairment loss on interest in an associate	於一間聯營公司之權益之減值虧損	-	-	(158,500)	-	-
Impairment loss on intangible assets	無形資產之減值虧損	-	(12,258)	-	-	-
Loss before taxation	除稅前虧損	(329,308)	(229,463)	(59,814)	(265,660)	(323,783)
Taxation	稅項	-	-	-	-	-
Loss from continuing operations	來自持續經營業務之虧損	(329,308)	(229,463)	(59,814)	(265,660)	(323,783)
Loss from discontinued operations	來自終止經營業務之虧損	-	-	(1,798)	(8,642)	(9,404)
Total comprehensive loss attributable to the owners of the parent	母公司擁有人應佔全面虧損總額	(329,308)	(229,463)	(61,612)	(274,302)	(333,187)

# Financial Summary

## 財務概要

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

### 綜合財務狀況表

		2011 二零一一年 HK\$'000 千港元	2010 二零一零年 HK\$'000 千港元	2009 二零零九年 HK\$'000 千港元	2008 二零零八年 HK\$'000 千港元	2007 二零零七年 HK\$'000 千港元
Non-current assets	非流動資產	<u>207,896</u>	<u>166,408</u>	<u>38,298</u>	<u>39,534</u>	<u>72,006</u>
Current assets	流動資產	<u>750,344</u>	<u>753,657</u>	<u>483,163</u>	<u>230,821</u>	<u>434,155</u>
Current liabilities	流動負債	<u>(3,403)</u>	<u>(29,820)</u>	<u>(28,603)</u>	<u>(45,080)</u>	<u>(259,277)</u>
Net current assets	流動資產淨值	<u>746,941</u>	<u>723,837</u>	<u>454,560</u>	<u>185,741</u>	<u>174,878</u>
Total assets less current liabilities	資產總值減流動負債	<u>954,837</u>	<u>890,245</u>	<u>492,858</u>	<u>225,275</u>	<u>246,884</u>
Non-current liabilities	非流動負債	<u>—</u>	<u>—</u>	<u>84,461</u>	<u>—</u>	<u>—</u>
Net assets	資產淨值	<u>954,837</u>	<u>890,245</u>	<u>408,397</u>	<u>225,275</u>	<u>246,884</u>



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