

Combined Balance Sheet

As at 31st March, 2000 (Expressed in Hong Kong dollars)

	Note	2000 \$'000	1999 \$'000
NON-CURRENT ASSETS			
Machinery and equipment	11	268	28
Website development costs	12	<u>3,762</u>	—
Total non-current assets		<u>4,030</u>	<u>28</u>
CURRENT ASSETS			
Inventories	13	4,795	2,298
Trade receivables		25,345	16,736
Deferred share issuance expenditures		18,018	—
Deposits		373	—
Cash and bank deposits		<u>—</u>	<u>20</u>
Total current assets		<u>48,531</u>	<u>19,054</u>
CURRENT LIABILITIES			
Short-term bank borrowings		(25,000)	—
Accruals	4	(2,247)	—
Taxation payable		(1,693)	(524)
Payable for share issuance expenditures		(15,317)	—
Due to a related company	4	(3,882)	(60)
Shareholder loan, current portion	4	<u>(14,803)</u>	<u>(15,068)</u>
Total current liabilities		<u>(62,942)</u>	<u>(15,652)</u>
Net current (liabilities) assets		<u>(14,411)</u>	<u>3,402</u>
Total assets less current liabilities		(10,381)	3,430
NON-CURRENT LIABILITIES			
Shareholder loan, non-current portion	4	<u>(2,000)</u>	—
Net (liabilities) assets		<u>(12,381)</u>	<u>3,430</u>
CAPITAL AND RESERVES			
Share capital	14	1	—
(Accumulated loss) Retained profit		<u>(12,382)</u>	<u>3,430</u>
Shareholders' (deficit) equity		<u>(12,381)</u>	<u>3,430</u>

Refer to Note 18.b for issuance of new shares and consequent increase in shareholders' equity subsequent to 31st March, 2000.

Approved by the Board of Directors on 26th June, 2000:

ANDREW CHO-FAI YAO
Chairman

DRINA C. YUE
Director