



# GLOBAL GREEN TECH GROUP LIMITED

高寶綠色科技集團有限公司

(Incorporated in the Cayman Islands with limited liability)  
(Stock Code: 274)

## ANNOUNCEMENT: CLARIFICATION OF CERTAIN FIGURES IN THE 2005 RESULTS ANNOUNCEMENT

This announcement is made further to the 2005 Results Announcement and the clarification announcement of the Company dated 2 May 2006.

The Company wishes to clarify that due to inadvertent clerical mistakes and reclassifications of certain items contained in the notes to the condensed consolidated profit and loss account as set out in the 2005 Results Announcement subsequent to its publication, certain figures contained in the notes headed “Turnover, revenues and segment information”, “Operating profit” and “Finance costs” in the 2005 Results Announcement have been changed. The revised notes to the condensed consolidated profit and loss account in the 2005 Results Announcement are set out below.

This announcement is made further to the preliminary announcement in relation to the audited annual results of Global Green Tech Group Limited (“**Company**”) for the year ended 31 December 2005 (“**FY 2005**”) dated 27 April 2006 (“**2005 Results Announcement**”) and the clarification announcement of the Company dated 2 May 2006 (“**First Clarification Announcement**”).

Subsequent to the publication of the First Clarification Announcement, the Company noticed that there are certain inconsistency between the figures contained in the notes to the condensed consolidated profit and loss account as set out in the 2005 Results Announcement and those contained in the Company’s 2005 annual report. The Company immediately made enquiry to the Company’s auditors, CCIF CPA Limited, as regards the reasons for the inconsistency. According to CCIF CPA Limited, the inconsistency was mainly due to inadvertent clerical mistakes and the fact that certain reclassifications were made to certain items contained in the notes headed “Turnover, revenues and segment information”, “Operating profit” and “Finance costs” in the 2005 Results Announcement.

The revised notes to the condensed consolidated profit and loss account in the 2005 Results Announcement are restated as follows. Figures marked with “#” refer to figures which have been changed. Rows marked with “\*” means that those rows are deleted from the notes to the condensed consolidated profit and loss account for FY 2005 contained in the Company’s 2005 annual report.

### 3. Turnover, revenues and Segment information

- (a) Turnover represents the invoiced value of goods sold, net of value added tax, sales returns and discounts. Revenues and other net income recognised during the year are as follows:

	2005 HK\$’000	Group 2004 HK\$’000 (restated)
Turnover – sales of goods	769,874	624,894
Other revenue and net income		
Advertising and promotional income	–	2,000
Bank interest income	6,147	4,087
Other interest income	942	1,513
Dividend income from listed securities	–	2,901
Government grants	240	–
Rental income	2,289	1,680
Royalty income	1,784	2,755
Valuation gain on investment property	2,038	–
Gain on disposal of fixed assets	55	82
Transfer from equity on disposal of available-for-sale	92,440	–
Net exchange gain	28,948	–
Write-back of provision for inventory	2,204	–
Others	528	682
	137,615	15,700
Total revenues and net income	907,489	640,594

- (b) Primary reporting format – business segments

The Group is organised into the following business segments:

	Home and personal care products 2005 HK\$’000	Industrial products 2005 HK\$’000	Cosmetics and skin care products 2005 HK\$’000	Bio- technology products 2005 HK\$’000	Others 2005 HK\$’000	Consolidated 2005 HK\$’000
Turnover	167,052	224,206	351,965	18,150	8,501	769,874
Segment results	21,410	(2,977)	139,448	(2,045)	226	156,062
Interest income and unallocated revenues						137,615
Corporate and unallocated expenses						(15,993)
Operating profit						277,684#
Finance costs						(7,538)
Profit before taxation						270,146
Taxation						(20,794)
Profit after taxation						249,352
Segment assets	235,146#	315,489#	494,771#	71,883#	9,866	1,127,155
Investment properties						18,500
Investments in securities						42,273#
Bank balances and cash						514,066
Other unallocated assets						54,063#
Total assets						1,756,057
Segment liabilities	18,835#	25,279#	39,685#	1,807#	–	85,606
Unallocated liabilities						197,147
Total liabilities						282,753
Capital expenditure	105,399#	141,439#	222,067#	11,463#	5,343#	485,711#
Depreciation	8,490	11,396	17,889	922	432	39,129
Amortisation charge	582	781	1,227	11,854#	30	14,474#

	Home and personal care products 2004 HK\$'000 (restated)	Industrial products 2004 HK\$'000 (restated)	Cosmetics and skin care products 2004 HK\$'000 (restated)	Bio- technology products 2004 HK\$'000 (restated)	Others 2004 HK\$'000	Consolidated 2004 HK\$'000 (restated)
Turnover	210,908	204,623	183,494	25,869	–	624,894
Segment results	24,626	(2,569)	90,175	10,297	(2,891)	119,638
Interest income and unallocated revenues						15,700
Corporate and unallocated expenses						(12,526)
Operating profit						122,812
Finance costs						(7,663)
Gain on disposal of investment securities						35,942
Profit before taxation						151,091
Taxation						(38,883)
Profit after taxation						112,208
Minority interests*						
Profit attributable to shareholders*						
Segment assets	224,629#	217,950#	195,018#	84,920#	–	722,517#
Investment properties						16,000
Disposal for purchase of land						111,120
Investment securities						62,226#
Other investments*						
Bank balances and cash						630,909
Other unallocated assets						2,811
Total assets						1,545,583#
Segment liabilities	28,982	28,118	25,215	4,549	–	86,864
Unallocated liabilities						254,916
Total liabilities						341,780
Capital expenditure	39,463	38,298	34,378	4,799		116,938
Depreciation	14,462	14,031	12,582	1,775		42,850
Amortisation charge	78	76	68	11,343		11,565

- (c) Secondary reporting format – geographical segments  
The Group operates in two main geographical areas:

	Turnover 2005 HK\$’000	Segment results 2005 HK\$’000	Segment assets 2005 HK\$’000	Capital expenditure 2005 HK\$’000
Mainland China	738,151	168,463	1,392,451	319,722#
Hong Kong	31,723	(12,401)	319,209	165,989
	769,874	156,062	1,711,660	485,711#
Investment securities*				
Other unallocated assets*				
Total assets*				
	Turnover 2004 HK\$’000	Segment results 2004 HK\$’000	Segment assets 2004 HK\$’000	Capital expenditure 2004 HK\$’000
Mainland China	594,524	135,252	1,205,940#	114,377
Hong Kong	30,370	(15,614)	270,112	2,561
	624,894	119,638	1,476,052#	116,938
Investment securities*				
Other unallocated assets*				
Total assets*				

### 4. Operating profit

Operating profit is arrived at after crediting/(charging) the following:

	2005 HK\$’000	Group 2004 HK\$’000 (restated)
Amortisation of intangible assets	11,791#	11,334
Auditors’ remuneration	2,000	1,200
Cost of inventories sold	410,082	331,790
Amortisation of land lease premium	2,683	231
Depreciation:		
Owned fixed assets	38,914	42,647
Leased fixed assets	215	203
Net exchange (gain)/losses	(28,948)	413
Operating leases of land and buildings	6,636	11,861
Net realised and unrealised (gain)/loss on trading securities	35#	796#
Provision for slow-moving inventories	3,097#	(669)#
Impairment loss for doubtful debts	14,305	–
Bad debt written off	1,061	154

### 5. Finance costs

	2005 HK\$’000	Group 2004 HK\$’000
Bank loan and overdraft interest	7,507	3,598#
Finance lease interest	31	180
Other borrowings costs	–	3,885
Other interest*		
	7,538	7,663

As at the date of this announcement, the directors of the Company are as follows:

Executive Directors:	Mr. Lau Jin Wei, Jim Ms. Wong Wai Kwan, Connie Mr. Wong Ying Yin
Independent non-executive Directors:	Mr. Ou Ying Ji Mr. Lin Jian Mr. Lee Pak Chung

By order of the board of directors of  
**Global Green Tech Group Limited**  
**Lau Jin Wei, Jim**  
Chairman

Hong Kong, 9 May 2006