

Group Structure

31 December 2000

Note	Principal subsidiaries	Place of incorporation and operation	Issued and fully paid share capital	Percentage of equity held by the Company	Principal activities
	Held directly				
(1)	Li & Fung (B.V.I.) Limited	British Virgin Islands	Ordinary US\$400,010	100	Marketing services and investment holding
	Held indirectly				
	Albinina Limited	Hong Kong	Ordinary HK\$20	100	Property investment
(2)	Appleton Holdings Ltd.	British Virgin Islands	Ordinary US\$1	100	Investment holdings
	Bacarolle Limited	Hong Kong	Ordinary HK\$20	100	Property investment
	Basic & More Fashion Limited (Formerly known as Basic & More Trading Limited)	Hong Kong	Ordinary HK\$1,000,000	100	Export trading
(2)	Beldare Enterprises Inc.	U.S.A.	Common stock US\$100	100	General trading
	Beldare Enterprises Limited	Hong Kong	Ordinary HK\$1,000,000	100	General trading
(2)	Black Cat Fireworks Limited	England	Ordinary GBP1,200,000	100	Wholesaling
	Camberley Enterprises Limited	Hong Kong	Ordinary HK\$250,000	100	Apparel exporting
(2)	Colby Group Holdings Limited (Formerly known as ColbyNet International Limited)	British Virgin Islands	Ordinary US\$45,000	100	Investment holding

Group Structure (continued)

		<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity held by the Company</u>	<u>Principal activities</u>
<i>Note</i>	Principal subsidiaries				
	Colby International Limited	Hong Kong	Ordinary HK\$1,500,000	100	Exporting of garments and sundry goods
(2)	Colby International (Guatemala) Sociedad Anonima	Guatemala	Ordinary GTQ\$5,000	100	Provision of export assistance service
(2)	Colby Property Holdings Limited	British Virgin Islands	Ordinary US\$1	100	Investment holding
(2) and (3)	CS Asia Limited	British Virgin Islands	Ordinary US\$1	100	Provision of export assistance service
	CS International Limited	Hong Kong	Ordinary HK\$1,000,000	100	Provision of export assistance service
	CS International (Offshore) Limited	British Virgin Islands	Ordinary US\$1	100	Provision of export assistance service
	Cuore Limited	Hong Kong	Ordinary HK\$20	100	Property investment
	Dodwell (Mauritius) Limited	Hong Kong	Ordinary "A" HK\$300,000 Ordinary "B" HK\$200,000	60	Export trading
(2) and (4)	Eclat Properties Inc.	British Virgin Islands	Ordinary US\$100	100	Property investment

Group Structure *(continued)*

<i>Note</i>	Principal subsidiaries	Place of incorporation and operation	Issued and fully paid share capital	Percentage of equity held by the Company	Principal activities
(2)	Epiquest Limited	England	Ordinary GBP100	100	Investment holding
(2)	Golden Gate Fireworks Inc.	U.S.A.	Common stock US\$600,000	100	Commission agent and investment holding
	Golden Horn (III) L. P.	U.S.A.	Contribution US\$100	66	Investment holding
	Golden Horn Investments (Europe) Limited	British Virgin Islands	Ordinary US\$100	75	Investment management
	Golden Horn Investments Inc.	Cayman Islands	Ordinary US\$100	75	Investment management
	Golden Horn N.V.	Netherlands Antilles	US\$6,100	100	Investment holding
	Golden Horn Venture Capital Limited	Hong Kong	Ordinary HK\$400,000	100	Investment holding
	GSCM (HK) Limited (Formerly known as World-Trade Merchandise Limited)	Hong Kong	Ordinary HK\$140,000	100	Export trading
	G.S.C.M. (Marketing) Limited	England	Ordinary GBP50,000	100	Supply chain management
	Hillung Enterprises Limited	Hong Kong	Ordinary HK\$300,000	100	Export trading
(2)	International Sourcing Group, LLC	U.S.A.	Capital contribution US\$300,000	66.67	Trading of ladies apparel
	Kwok Yue Limited	Hong Kong	Ordinary HK\$10,000	100	Export trading

Group Structure (continued)

Note	Principal subsidiaries	<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity held by the Company</u>	<u>Principal activities</u>
	LF Capital (II) Limited	British Virgin Islands	Class "A" US\$185 Class "B" US\$115	75	Investment holding
(2)	LF Capital Management Limited	British Virgin Islands	Ordinary US\$1	100	Investment management
	LF Corporate Capital (I) Limited	British Virgin Islands	Ordinary US\$1	100	Investment holding
(2)	LF Europe Limited	British Virgin Islands	Ordinary US\$1	100	Investment management
	LF Europe Sourcing Limited	Hong Kong	Ordinary HK\$100	60	Export trading
(2)	LF Europe Sourcing Tekstil ve Dis Ticaret Limited Sirketi	Turkey	TL50,000,000,000	60	Export trading
	LF European Capital Limited	British Virgin Islands	Ordinary US\$1	75	Investment holding
(2)	LF International Inc.	U.S.A.	Common stock US\$30,002	100	Investment management
(2)	LF Maclaine (Thailand) Limited (Formerly known as Swire & Maclaine Company Limited)	Thailand	Ordinary Baht 4,000,000	100	Export trading
	LFCF Investment I (Europe) Limited	British Virgin Islands	Ordinary US\$1	100	Investment management
	LFCF Investment I (USA) Limited	British Virgin Islands	Ordinary US\$1	100	Investment management
(2)	Li & Fung Agencia De Compras em Portugal, Limitada	Portugal	Quotas PTE 20,000,000	100	Export trading
(2)	Li & Fung (Bangladesh) Limited	England	Ordinary GBP 100	100	Investment holding

Group Structure *(continued)*

<i>Note</i>	Principal subsidiaries	Place of incorporation and operation	Issued and fully paid share capital	Percentage of equity held by the Company	Principal activities
	Li & Fung Development Limited	Hong Kong	Ordinary HK\$20	100	Property investment
(2)	Li & Fung Enterprise Development (Shenzhen) Company Limited	The People's Republic of China	HK\$10,000,000	100	Provision of inspection services
	Li & Fung (Exports) Limited	Hong Kong	Ordinary HK\$10,000 Non-voting deferred HK\$8,600,000	100	Export trading
	Li & Fung (Fashion Accessories) Limited	Hong Kong	Ordinary "A" HK\$300,000 Ordinary "B" HK\$300,000	100	Export trading
(2)	Li & Fung (Guatemala) S.A.	Guatemala	Common shares Q5,000	100	Export trading
(2)	Li & Fung (Honduras) Limited	Honduras	Nominative common shares Lps25,000	100	Export trading
(2)	Li & Fung (India) Private Limited	India	Equity shares Rupee 64,000,200	100	Export trading
(2)	Li & Fung (Italia) S.r.l.	Italy	Units Lire 90,000,000	100	Export trading
(2)	Li & Fung (Korea) Limited	Korea	Common stock Won 200,000,000	100	Export trading
(2)	Li & Fung (Mauritius) Limited	Mauritius	"A" Shares Rupees 750,000 "B" Shares Rupees 500,000	60	Export trading
(2)	Li & Fung Mumessillik, Pazarlama Limited Sirketi	Turkey	TL600,000,000	100	Export trading
(2)	Li & Fung (Philippines) Inc.	The Philippines	Peso 500,000	100	Export trading

Group Structure (continued)

		<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity held by the Company</u>	<u>Principal activities</u>
<i>Note</i>	Principal subsidiaries				
(2)	Li & Fung (Portugal) Limited	England	Ordinary GBP 100	100	Investment holding
	Li & Fung (Properties) Limited	Hong Kong	Ordinary HK\$1,000,000	100	Property investment
(2)	Li & Fung (Singapore) Pte Limited	Singapore	Ordinary S\$25,000	100	Export trading
(2)	Li & Fung South Africa (Proprietary) Limited	South Africa	Ordinary Rand 100	100	Export trading
(2)	Li & Fung Taiwan Holdings Limited	Taiwan	NT\$287,996,000	100	Investment holding
	Li & Fung Taiwan Investments Limited	British Virgin Islands	Ordinary US\$4,912,180	100	Investment holding
(2)	Li & Fung (Taiwan) Limited	Taiwan	NT\$40,000,000	100	Export trading
(2)	Li & Fung (Thailand) Limited	Thailand	Baht 6,000,000	100	Export trading
	Li & Fung (Trading) Limited	Hong Kong	Ordinary HK\$200 Non-voting deferred HK\$10,000,000	100	Export trading and investment holding
(2)	Li & Fung (Zhanjiang) Limited	The People's Republic of China	US\$1,999,055	100	Packaging
(2)	Lifung.com, Inc.	U.S.A.	Common stock US\$3,400 Series A Preferred stock US\$8,000,000 Series B Preferred stock US\$14,148,954	57.4	E-commerce

Group Structure (continued)

		<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity held by the Company</u>	<u>Principal activities</u>
<i>Note</i>	Principal subsidiaries				
	Lifung Express Limited	Hong Kong	Ordinary "A" HK\$10 Ordinary "B" HK\$10	100	Export trading
	Lifung Structure Limited	Hong Kong	Ordinary HK\$20	100	Export trading
	Lloyd Textile Trading Limited	Hong Kong	Ordinary HK\$1,000,000	100	Export trading
	Luma Trading Limited	Hong Kong	Ordinary HK\$100	60	Export trading
	Maclaine Limited (Formerly known as Swire & Maclaine Limited)	Hong Kong	Ordinary HK\$5,570,150	100	Export trading
(2)	Mercury (BVI) Holdings Limited	British Virgin Islands	Ordinary US\$1	100	Investment holding
(2)	Mighty Hurricane Holdings Inc.	U.S.A.	Common shares of US\$100 Preference shares of US\$100	100	Investment holding
(2)	N.E.A.L. Incorporated N.V.	Netherlands Antilles	Ordinary B US\$6,000	60	Export trading
(2)	Perfect Trading Inc.	Egypt	LE 250,000	60	Export trading
(2)	P.T. Lifung Indonesia	Indonesia	US\$250,000	100	Export trading
(2)	Ratners Enterprises Limited	British Virgin Islands	Ordinary US\$1	100	Investment holding
	Shiu Fung Fireworks Company Limited	Hong Kong	Ordinary "A" HK\$1,100,000 Ordinary "B" HK\$1,100,000	100	Export trading
	Studio LF, L. P.	British Virgin Islands	Capital contribution US\$56,148,954	73	Investment holding

Group Structure *(continued)*

Note	Principal subsidiaries	<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity held by the Company</u>	<u>Principal activities</u>
	Sky Million International Limited	Hong Kong	Ordinary HK\$2	100	Property investment
	Swift Return Investments Limited	British Virgin Islands	Ordinary US\$1	75	Investment holding
(2)	Tantallon Enterprises Limited	British Virgin Islands	Ordinary US\$1	100	Investment holding
(2)	The Millwork Trading Co., Ltd.	U.S.A.	Common stock US\$1,331,000 9.5% Preferred Stock US\$0.17	100	Distribution and wholesaling
	Toy Island Manufacturing Company Limited	Hong Kong	Ordinary HK\$62,000,000	100	Design and marketing
	Verity Enterprises Limited	Hong Kong	Ordinary HK\$2,000,000	100	Export trading
(1)	<i>Li & Fung (B.V.I.) Limited provides the subsidiaries with promotional and marketing activities outside Hong Kong.</i>				
(2)	<i>Subsidiaries not audited by PricewaterhouseCoopers, Hong Kong. The aggregate net assets of subsidiaries not audited by PricewaterhouseCoopers, Hong Kong amounted to approximately 6% of the Group's total net assets.</i>				
(3)	<i>CS Asia Limited operates in the Philippines.</i>				
(4)	<i>Eclat Properties Inc. operates in Thailand.</i>				

The above table lists out the principal subsidiaries of the Company as at 31 December 2000 which, in the opinion of the directors, principally affected the results for the year or form a substantial portion of the net assets of the Group. To give details of other subsidiaries would, in the opinion of the directors, result in particulars of excessive length.

Group Structure *(continued)*

	<u>Place of incorporation and operation</u>	<u>Issued and fully paid share capital</u>	<u>Percentage of equity indirectly held by the Company</u>	<u>Principal activities</u>	
Principal associated companies					
	Blue Work Trading Company Limited	Hong Kong	Ordinary HK\$4,000,000	50	Export trading
#	EC Basic S.r.l.	Italy	Units Lire20,000,000	50	Export trading
#	Eagleville Fireworks, L.P.	U.S.A.	Capital contribution US\$518,762	25	Retailing
#	Fireworks Management, Inc.	U.S.A.	Common stock US\$60,000	25	Investment holding
#	Gulf Coast Fireworks Sales, L.L.C.	U.S.A.	Capital contribution US\$1,156,392	25	Fireworks distribution
#	Harrisonville Fireworks, L.P.	U.S.A.	Capital contribution US\$446,817	25	Retailing
	LF Basic Limited	Hong Kong	Ordinary HK\$1,560,000	50	Export trading
	LF Capital Limited	British Virgin Islands	Ordinary US\$2	50	Investment holding
#	Lone Jack Fireworks, L.L.C.	U.S.A.	Capital contribution US\$334,772	25	Retailing
#	MBC Enterprises, Inc.	U.S.A.	Common stock US\$1,500	25	Retailing
#	Winco Fireworks International, L.L.C.	U.S.A.	Capital contribution US\$2,603,626	25	Wholesaling
#	Winco Fireworks Utah, L.L.C.	U.S.A.	Capital contribution US\$473,490	25	Fireworks distribution
#	Yetimo Limited	Hong Kong	Ordinary US\$450,000	37.5	E-commerce
#	Zenith Specialties, L.P.	U.S.A.	Capital contribution US\$297,970	25	Fireworks manufacturing



Group Structure *(continued)*

The associated companies are not audited by PricewaterhouseCoopers, Hong Kong.

The above table lists out the principal associated companies of the Company as at 31 December 2000 which, in the opinion of the directors, principally affected the results for the year or form a substantial portion of the net assets of the Group. To give details of other associated companies would, in the opinion of the directors, result in particulars of excessive length.