

CHAIRMAN'S STATEMENT



Mr Chan Yuk Sang – Chairman

I am pleased to present to the shareholders the annual report of Century Legend (Holdings) Limited ("Company") for the year ended 31 December 2000.

GROUP RESULTS

The audited consolidated turnover of the Company and its subsidiaries ("Group") for the year ended 31 December 2000 amounted to HK\$3,362,000 (1999: HK\$51,704,000), and the profit attributable to shareholders amounted to HK\$587,000 (1999: loss of HK\$55,771,000).

REVIEW AND OUTLOOK

The past year was a year of consolidation and diversification. Recovery of the Group's debts was completed with very satisfactory results. The return to profitability was mainly the result of Management's effort in debt recovery and successful cost control measures implemented by the Group.

As stated in my statement of last year, the Group was looking for good opportunities to continue its existing business and that was realized by the conclusion of a licensing arrangement in respect of the "FORTEI" trademark between the Group and Land-Feed (Holdings) Limited which has extensive sale connections within Mainland China. With China's entry to the World Trade Organization imminent, this licensing arrangement will enable the Group to generate steady income on an annual basis.

To diversify and strengthen the Group's earning capacity, the Group acquired a tour operator in December 2000 and this new acquisition will enable the Group to participate in the developing tourism industry in Hong Kong and Mainland China. This investment has already begun to make contribution to the income of the Group.

CHAIRMAN'S STATEMENT (cont'd)

To cope with the Group's diversification and to foster a new image, the Company changed its name from Fortei Holdings Limited to that of Century Legend (Holdings) Limited pursuant to a special resolution passed in a special general meeting held on 28 December 2000. Under the new name, the Group will continue to look for new investment opportunities with a view to expanding its earning base and generating more profits from the existing businesses and new investment opportunities available.

APPRECIATION

I would like to take this opportunity to express my sincere thanks to all the shareholders and business partners of the Company for their support. My gratitude also goes to my fellow Directors and all staff of the Group for their valuable support and contributions during the year.

By Order of the Board

Chan Yuk Sang

Chairman

Hong Kong, 9 April 2001