

Year in Review

April 2000

- Dr. Toy's 100 Best Children's Products of 2000" compiled by Dr Stevanne Auerbach (also known as Dr. Toy) in the US, named our Power Zone™ Edge "Dr. Toy's Best Classic Toy".

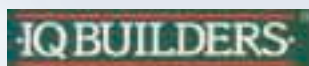


May 2000

- Our Little Smart DJ Jazz'n Jam™ was given the "Seal of Approval" by the National Parenting Centre in the US.

June 2000

- Launched our IQ Builders brand in Spain.



July 2000

- "Dr. Toy's 100 Best Children's Products of 2000", named our Non-Stop Girl™ "Dr. Toy's Best Vacation Toy".
- Our Impact™ was given the "Silver Award" in the UK's Good Toy Awards 2000.

August 2000

- Successfully launched our DECT cordless phone in the UK under the VTech brand, within six months becoming one of the top four brands of DECT phones in the UK.
- Our contract manufacturing services received the "Best Supplier Award" from Lexicon, the world leader in digital audio.



September 2000

- Our Phusion™ was given an honorable mention in the Children's Media Awards.

October 2000

- Launched our first B2B website, Chinacommercer.com and the amount of the first transaction was one of the highest recorded in B2B e-commerce in China.
- Signed an agreement with Provisional HK Science Park Co. Ltd. to be a corporate tenant and VTech will become the first tenant to occupy an entire corporate building.



- Our Brainstation President™ won the Belgium Toy Award 2000 and Toy of the Year Award in the category 8-12 years in Netherlands. It was also awarded the Consumer prize by consumers throughout Belgium.



Muttzart's Symphony Sounds™

- Our Non-Stop Girl™, Little Smart DJ Jazz'n Jam™ and Muttzart's Symphony Sounds™ were given the prestigious "Children's Choice Award" by the Canadian Toy Testing Council.

November 2000

- Announced a partnership with South China University of Technology to establish SCVTech, an application services provider and consulting firm.
- Launched the VTech School of IT which offers integrated classroom and online professional IT training for learners with different levels of technical knowledge from various sectors.
- At the 2000 HK Awards for Industry, our electronic learning product, DJ Jazz'n Jam™ won the Consumer Product Design Award and our Power Zone™ Edge was awarded a Certificate of Merit in Consumer Product Design.



December 2000

- Our B2B website, Chinacommercer.com launched its on-line travel channel, providing segmented demand-and-supply information on 24 different categories of travel products, industry news and highlights of selected quality products.

January 2001

- Our consumer telephone products in the US received the "Strategic Partner of the Year" award from Office Max, a leading distributor of telecommunication products in the US.

March 2001

- Announced a broad-based restructuring plan to streamline global operations, reduce operating costs and focus on higher margin products in order to drive bottom line growth.
- Our contract manufacturing services were named one of the top 50 contract manufacturers in "Manufacturing Market Insider", a popular monthly periodical catering to the contract manufacturing industry.
- Launched our Mirage C100 DECT phone in the UK.

