

PROSPECTS

Evidently, the prevailing tough economic conditions have impacted every IT company around the world, albeit to a different degree. In these surroundings, TPV still managed to meet and beat its targeted growth in both revenue and profit terms even though unit shipments in the first half fell short of initial projection. ASP ("average selling price") per unit increased to about US\$117 for the six months under review from about US\$108 for the whole of Year 2000. Management anticipates ASP to continue to trend up in the second half of this year in view of the increasing shipments of larger screen CRT monitors and LCD displays.

Going forward, while market conditions remain far too fluid to predict, management is confident that the Group's business strategies will continue to work well in this slow-growth environment. Moreover, the extended momentum of the Group's product sales and the customers' enthusiastic acceptance of its LCD monitors will enable the Group to expand on market share and attain its projected sales growth of 25 percent this year.