



## CHAIRMAN'S STATEMENT



On behalf of the Board of Directors (the "Board"), we hereby present the Annual Report of China Rich Holdings Limited (the "Company") and its subsidiaries (together the "Group") for the year ended 31st July, 2001.

During the past financial year, the Hong Kong economy had experienced drastic downturn and the impact on both old and new economy business were most severe. The Group, however, has already repositioned itself into developing tertiary businesses and commerce operations, but under this existing difficult business environment, the Directors decided to evaluate the carrying value of the assets of the Group and therefore provisions were made on some investment properties. Short term outlook for the business environment is still uncertain, but based on our solid financial position, the Directors still manage to continue to exert their best efforts to explore the enormous market provided by the tertiary businesses. Hopefully, in the near future, new ventures could be brought into the Group to strengthen and broaden our capabilities to secure profitable return.

Finally, I would like to express my deepest gratitude to all of you who have supported us and to all our staff for their dedication and contribution to the Group.



**Yip Kwong, Robert**

*Chairman and Chief Executive Officer*

Hong Kong, 23rd November, 2001