

## PROSPECTS

The management of the Group has been actively focusing on the debt restructuring of the Group. As a result, we have received encouraging responses from the creditors of the Group during our continuing negotiation with them. Preparation and negotiation of the legal documents to give effect to the terms of the restructuring are underway. Successful implementation of these proposed debt restructuring exercises would enable the Group to record a positive net asset value as compared with its current net liabilities and the financial position of the Group will be significantly improved. The restructuring provides the essential foundation for the future development of the Group.

The management has been taking gradual and appropriate steps to diversify the Group's investments into the satellite and related business. Looking ahead, the directors will continue to consolidate and improve the Group's financial position and to seek for suitable business opportunities in high tech businesses with a view to secure potentially considerable returns for the Group and for the best benefit of the shareholders of the Group.