

## **PROSPECT**

It is anticipated that when the new industrial complex, which is located immediately adjacent to its existing factory building at Hang Geng, Shenzhen, the P.R.C. is completed in the second half of 2002, the electroplating workshop and the plastic frames manufacturing plant currently run in separate premises will be relocated to the new complex in orderly phases. The relocation will be carried out in synchronization with an expansion plan to increase our production capacity and to strengthen our capability in new product development. The new complex will also enable us to consolidate different manufacturing activities in an industrial complex to attain an optimal use of the Group's resources to improve productivity.

The Group has engaged in retail business in southern China in recent years with great prudence. With the China's accession to the World Trade Organisation, the Group is hopeful that the Chinese market will be more readily accessible soon and we will continue to take on the business opportunity in distribution and optical retail industry in China.

With our strong financial position, quality products and designs and active marketing strategies, it is expected that the Group's full year financial results will be in line with the financial results for the first half of this financial year.