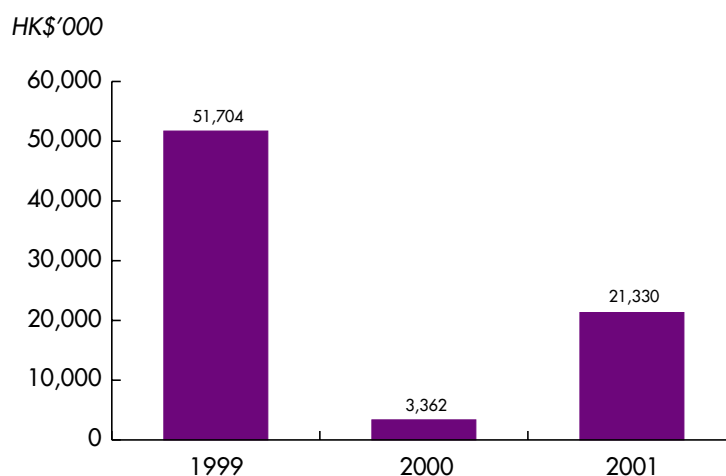


SIGNIFICANT EVENTS AND FINANCIAL HIGHLIGHTS

- January 2001 Fortei Licensing Limited, a wholly owned subsidiary of the Company entered into a Licence Agreement with Land-Feed (Holdings) Limited to grant an exclusive licence to use the trademark of "FORTEI" in Hong Kong, Macau, Taiwan and Mainland China at an aggregate consideration of RMB24,500,000 (HK\$23,113,208) payable by way of licence fee for a period of eight years.
- June 2001 The Company has successfully raised HK\$47.8 million through a rights issue of shares.
- October 2001 The nominal value of the issued shares was reduced from HK\$0.10 to HK\$0.01 each and every unissued share of HK\$0.10 each was subdivided into 10 new shares of HK\$0.01 each respectively. The credit arising from the Capital Reduction was credited to the contributed surplus account of the Company.
- October 2001 The Group has completed the acquisition of the entire equity interest in a company which substantially owns two subsidiaries engaging in the operation of hair salons in Hong Kong under the famous brand name of "Headquarters" and a health and beauty centre "Spa D'or" in Hong Kong respectively at a consideration of HK\$8.6 million. The consideration was finally settled by the issue of shares of the Company.

TURNOVER



NET ASSETS VALUE

