

component operation

CCT Industrial Group

	ESL	Neptune
Manufacturing Base	Dongguan, Guangdong Province, China	CCT Technology Park, Huiyang, Guangdong Province, China
Product Range	Power supply Lighting ballast Transformer Coil PCB assembly	Plastics moulds Plastic casings Spraying, silk-screening, hot-stamping and ultrasonic welding



2001 Review

This operation developed at a steady pace, in accordance with management expectations within the period under review.

In 2001, the electronic component manufacturing unit was moved to a new factory located in Dongguan, Guangdong Province, China. The new and extra capacity will allow the company to produce increased numbers of appliances and components, and promises to pave the way for increased sales as the market in China develops.

During the year, the plastic component unit refined its production technology and expanded its production facilities so as to be able to produce high-end plastic products with a higher profit margin.

Outlook

According to the plan of integrating the newly acquired baby care product business with the plastic component business,

the production facilities of the baby care product operation have just been moved into CCT Telecom's plastic component production plant in Huiyang. It is believed that the plastic moulding facilities can facilitate the manufacture of baby care products, which are mostly plastic, and thus create synergy for the two businesses.

With its solid reputation in the industry, its continued efforts in expanding its customer base and its expansion plan in the lucrative PRC market, the baby care product business has a promising outlook. It will certainly function as a valuable revenue stream for CCT Telecom in the years to come.

Looking to the future, it is expected the component manufacturing business will develop and grow by focusing on expanding production capacity and improving cost-control. As well as this, this operation will continue to enlarge its customer base, thus expanding the profit scale while at the same time yielding continuous vertical integration support to the cordless phone manufacturing business of the CCT Telecom Group.

