

CHAIRMAN'S STATEMENT

The continued weakness of the local economy has been felt by all sectors in the year under review. To meet these challenges, the Group went through a re-structuring in the second half of the fiscal year, with the total headcount substantially reduced and overheads under tightened control. Meanwhile, the Group also disposed of some of its investments to improve its cash position and to partially realize investment gains. Looking ahead, with a much improved balance sheet, the Group will be in a better position to seize any new business opportunities that might present themselves.

RESULTS

The Group recorded a total turnover of HK\$38.8 million, a drop of 29% as compared to HK\$54.4 million in the previous year, mainly attributable to a dearth of new contracts for on-line trading systems.

Loss attributable to shareholders for the year ended 31st March 2002 amounted to HK\$45.7 million, including a provision of HK\$12.1 million in respect of our investment in Taiwan Internet and paging provider, SaveCom, as compared to a restated loss of HK\$256.7 million for the previous year. Loss per share was 9.8 cents.

DIVIDEND

The Directors recommend the payment of a final dividend of 1 cent. No interim dividend was declared during the year.

BUSINESS REVIEW AND PROSPECTS

During the year, QuotePower International Limited, a provider of Financial Information and Securities Trading Systems, continued to account for the bulk of our revenue as well as losses. In spite of the poor market sentiment after September 11, the subscriber base for our Information Products has remained stable. New sales for our trading system have slowed nonetheless. We implemented a number of measures to contain costs in the latter half of the year. However, as a result of staff severance payments, lease commitments and other contractual obligations, the savings achieved from our cost-cutting were not yet fully reflected in the results under review. With additional revenue streams from new service offerings and continuing efforts to improve our operating efficiency, QuotePower's financial results for the coming year will be considerably improved.

CHAIRMAN'S STATEMENT (cont'd)

BUSINESS REVIEW AND PROSPECTS (cont'd)

Towards the latter part of the fiscal year under review, we saw a gradual picking up of corporate technology spending. Lexos Limited, which provides consultancy and technology services to property and facilities management companies, benefited from this and showed a surge of revenue from HK\$548,557 in the previous year to HK\$2.8 million for the year under review. Although the company has yet to turn in a profit, it has laid the groundwork for future growth.

ABC QuickSilver Limited, our technology company in wireless applications development, has during the year completed two products on wireless PDAs. FM MOBILE, a wireless solution aimed at managing the mobile workforce of property and facilities management companies, is already being implemented by customers, and revenues are beginning to flow. Another product, related to financial quotations, is expected to be rolled out by our Group in the coming months. Despite the slow take up of wireless data services worldwide, we believe their longer-term prospects remain positive.

During the year, the Group disposed of its interest in ABC NET and some of our telecommunications investments. We believe a stronger cash reserve and balance sheet will strengthen our future prospects for growth.

On behalf of the Board, I would like to thank our customers, our shareholders, our business partners and, in particular, our employees for their support in the past year.

Michael Tse Chi Hung
Chairman

Hong Kong, 27 June, 2002