

BUSINESS REVIEW

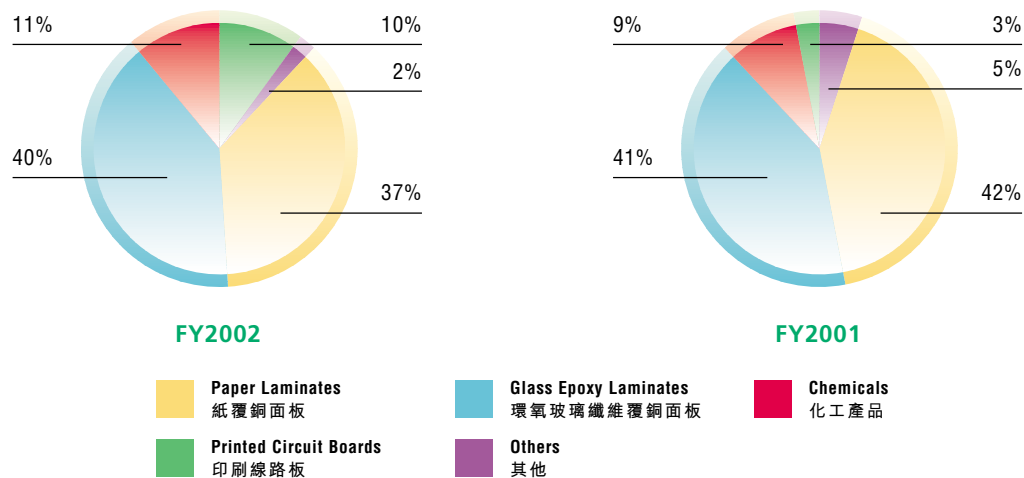
I am pleased, on behalf of the Group's management, to report to shareholders that the Group posted satisfactory results for the year ended 31 March 2002 amidst the toughest operating environment I have ever come across. In response to the pressure on pricing, we quickly tightened cost control across the board which was best illustrated by a 30% reduction in the directors' emoluments including performance related bonuses. In addition to steady financial performance, the Group had successfully continued building platforms for future growth; development of multi-layer application laminates, vertical integration of epoxy resin and glass yarn production, and complementary acquisitions notably the case of a 57% stake in Techwise Circuits Company Ltd ("Techwise"). Showing our confidence in the business and honoring our pledge to provide a reasonable dividend return to shareholders, the Board recommends a 4.5% increase in the total dividends per share for the full year.

業務回顧

本人謹代表集團管理層，欣然向各位股東提呈本年度之業績報告。於截至二零零二年三月三十一日止年度內，經營環境較本人經歷過的任何日子更為艱難嚴峻，但集團依然取得滿意的業績，本人深感欣慰。面對產品降價的壓力，管理層迅速在各個經營環節上緊縮成本，公司董事率先削減薪酬三成，當中包括與工作表現掛鈎之花紅。集團除了致力保持財務表現穩定，同時持之以恆，為未來的增長不斷建立新的發展平台：研發多層線路板應用的覆銅面板產品，垂直整合環氧樹脂及玻璃紗的生產，以及進行有助核心業務發展的收購，包括收購科惠線路有限公司57%權益。董事會建議將全年所派發之每股股息總額增加4.5%，以反映管理層對集團業務充滿信心，同時以保證集團繼續為投資者爭取理想的股息回報。

Turnover Breakdown by Product

營業額分佈



Chairman's Statement

Financial Summary

- Turnover advanced marginally at 2.0% to HK\$2,464 million
- Pre-tax profit margins fell but showed a respectable 16.6%
- Net profit and basic earnings per share decreased by 17.1% and 19.1% to HK\$338.9 million and HK70.1 cents after goodwill amortisation of HK\$3.6 million
- Gearing ratio in terms of interest bearing borrowings net of cash to shareholders' funds was up slightly at 43%
- Final dividend per share is proposed at HK8.0 cents, up 14.3%

財務摘要

- 營業額輕微增長2.0%至二十四億六千四百萬港元
- 稅前邊際利潤略為下降，但依然維持在16.6%合理水平
- 純利及每股基本盈利在扣減三百六十萬港元商譽攤銷價值後分別下降17.1%及19.1%至三億三千八百九十萬港元及70.1港仙
- 扣除現金後之附息借貸與股東資金比率輕微上升至43%
- 建議派發末期股息每股8.0港仙，較去年度增加14.3%

Comments on Income Statement

With the consolidation of the results of Techwise for three months, the Group's sales mix started to show a meaningful contribution from printed circuit boards (10% of turnover). Laminates (77% of turnover) and chemicals (11% of turnover), however, remained the two largest sales components. This year's results were mainly impacted by significant declines in product prices. Excluding Techwise, the Group's turnover fell 4%, as the overall 20% volume gain was not able to fully offset the adverse effect of price pressure. Also gross profit margin contracted as both reduced raw material costs and increased economies of scale could not recover all of the losses incurred by the price pressure.

Other revenue decreased owing to a reduction in interest income on lower interest rates. Distribution costs, excluding Techwise, were up 28% mostly due to increased transportation costs on higher volume shipments as well as extended marketing efforts and costs incurred in the overseas markets. Administrative costs, excluding Techwise, were down 7%, as management had effectively controlled overheads despite increased activities and expanded operational scale within the Group. Goodwill arising mainly from the acquisition of Techwise is written off over a period of ten years.

收益表狀況說明

科惠之三個月業績入賬後，印刷線路板業務為集團總銷售帶來了較顯著的貢獻，佔總營業額比例約10%。覆銅面板與化工原料則仍然是集團兩大主要產品組合，分別佔集團整體營業額77%及11%。本年度之業績明顯受到產品價格大幅下降所影響。集團的整體產量雖增加達20%，但仍不足以完全抵銷產品降價所帶來的負面影響，撇除科惠的收益，整體營業額下跌4%。儘管原材料成本有所下降，規模經濟效益亦有提升，然而卻未能全數抵銷產品降價的損失。而毛利率亦因此收縮。

利率偏低亦令利息收入減少，因而令其他收益下降。不包括科惠，集團分銷成本增加28%，主要由於運輸費用隨著銷售量而有所增加，以及推廣海外市場業務的開支上升。雖然集團的經營規模及業務範疇日益擴大，但由於管理層控制日常支出得宜，撇除科惠後的行政開支減少7%。集團主要因收購科惠所增加的商譽分十年攤銷。

Chairman's Statement

Finance costs were almost flat on the balance of increased borrowings and lower interest rates. Taxation charges dropped because of the write-back of an over-provision in the previous years. Contributions to minority interests fell, as the 64.8% owned copper foil subsidiary posted a 49% decline in profit.

Laminates

Last year was a difficult year for the global electronics industry. Laminates, like most other electronics components, showed declines in both volume demand and unit price, resulting in the global laminate market by revenue falling over 25% in 2001. However our strength in the more promising China market and commitment to offer the most competitive laminate products on the balance of pricing, quality and services continued to enable us to gain market share and in turn strong volume sales growth in excess of 20%. As a result laminate external sales in dollar terms fell by only 5% despite facing severe adjustments in unit prices. Overseas sales represented around 11% of total laminate sales. Although many printed circuit board shops in the US and Europe have been shutting down capacity, Korea and India were the bright spots. Sales to these two countries altogether rose almost 20% and accounted for half of the overseas sales of laminates.

Despite the price pressure, EBIT (earnings before interest and tax) return on sales (including inter-segment sales) fell by only 5% points to around 19% helped by the price declines of raw materials, increased vertical integration and success in controlling costs. In the year we launched the paper laminate product line for double-side applications and continuously strengthened the offerings of glass epoxy laminate for multi-layer applications. We also commenced offering multi-layer printed circuit board customers with value-added services including drilling and mass lamination to become a total solution provider in the market.

借貸總額上升，但由於息率下降，融資成本與去年相若。鑑於上年度之稅務撥備多於預期所需而有所回撥，稅項開支較去年減少。由於集團持有64.8%股權之銅箔廠所錄得之盈利倒退49%，對少數股東權益之貢獻亦有縮減。

覆銅面板

去年對全球電子業來說是艱困的一年。覆銅面板跟其他電子元件一樣，不論在產量需求和單價都出現大幅減少，因而令全球覆銅面板市場在二零零一年的收入萎縮逾25%。猶幸集團在相對蓬勃的中國市場擁有較佳優勢，加上在訂價、產品質量及服務各方面均取得良好的平衡，令集團的覆銅面板產品更具競爭力，因此在銷量上取得超過20%的強勁增長。以金額計算，覆銅面板的對外銷售額在產品單價大幅下調情況下僅減少5%。海外銷售佔集團覆銅面板總銷售額約11%，雖然美國與歐洲有為數不少的印刷線路板廠將生產設施關閉，韓國和印度卻成績驕人，兩地的銷售額合共增長近20%，佔海外銷售約一半。

雖然面對降價壓力，但原材料來價亦有下調，加上生產進一步垂直整合和成功控制成本，未扣除稅項及利息開支的盈利佔銷售比例（包括內部銷售）僅下降5%至19%。集團在年度內推出了供雙面線路板用的紙覆銅面板產品系列，並且繼續強化應用在多層線路板上的玻璃纖維覆銅面板產品的供應。集團亦開始為印刷線路板客戶提供鑽孔及層壓加工等增值服務，積極在覆銅面板市場上提供更全面的產品配套服務。

Chemicals

Chemical external sales comprising formalin and hydrogen peroxide were up 19%. The Group acquired two formalin plants in Guangdong last January, increasing our local market share to almost 70%. Excluding the newly acquired formalin plants, external sales increased by 8%. An epoxy resin plant was completed last October and all of its output was initially for the in-house production of glass epoxy laminates. EBIT return on sales dropped from 13% to 8% as selling prices dropped more than the costs of feedstock.

Printed Circuit Boards

Sales of printed circuit boards were mostly contributed by Techwise since January 2002. For the three months to March 2002, Techwise, which is engaged in the manufacture of double-side and multi-layer printed circuit boards, posted a 15% increase in volume sales. But given the pressure on selling prices, sales for the period were flat over the corresponding period last year. EBIT return on sales was held up well at around 15% as the production process for the inner-layers of printed circuit boards started to carry out in-house since July 2001 and contributed significant cost savings. Techwise continued to broaden its customer base, at present consisting of eighty active end customers. Legend's motherboard division remained the single largest customer, accounting for around 13% of Techwise's total sales.



The acquisition of a 57% stake in Techwise in January 2002 had broadened our role in the electronics industry.

於二零零二年一月收購科惠線路有限公司的57%股權，擴闊了集團在電子業界所扮演之角色。

化工產品

甲醛及雙氧水的對外銷售增加19%。集團於本年一月份在廣東收購了兩家甲醛廠，令集團在當地的市場佔有率增至近七成。未計新收購甲醛廠的貢獻，甲醛的對外銷售額依然有8%增長。新建之環氧樹脂廠在去年十月竣工，其產量現時將悉數供應予集團內部作生產玻璃纖維覆銅面板用。由於化工產品的售價跌幅較原料來價之跌幅大，未扣除稅項及利息開支的盈利佔銷售比例由13%下降至8%。

印刷線路板

印刷線路板產品的銷售大部份來自集團二零零二年一月入股之科惠。該公司主要從事生產雙面及多層線路板。截至二零零二年三月止三個月內，科惠錄得15%銷量增長，但因面對減價壓力，銷售金額與去年同期相若。未扣除稅項及利息開支的盈利佔銷售比例維持在15%理想水平，主要是由於自二零零一年七月開始已可自行處理內層線路層壓生產工序，因此能顯著地減省生產成本。科惠已進一步拓闊其客戶基礎，現時擁有八十家活躍的最終客戶，其中聯想電腦主機板部門仍然是科惠單一最大客戶，佔其總銷售額約13%。



An Epoxy Resin plant with a monthly capacity of 2,000 tonnes commenced production in October 2001.

月產能達2,000噸的環氧樹脂廠於二零零一年十月開始投產。

Acquisitions

In the year the Group acquired a 57% interest in Techwise and two formalin plants for the total considerations of around HK\$250 million. The progress of integrating these operations into the Group had been very smooth. As a clear sign of success, they altogether had contributed, for our shares, EBIT of HK\$20 million for the three months to March 2002. Each of the plants continues to operate independently by local management who receive performance-related bonus and in some cases retain shareholdings. Nevertheless, as all of these acquisitions were complementary in nature, we have been enjoying close partnerships with the Group on all fronts such as product developments and purchasing in order to create further synergistic benefits for all parties.



Staff

Acquisitions brought in an additional 2,600 staff to the Group. At the end of the financial year the Group had around 7,000 staff. Excluding the acquisitions, it represented an increase of 800 from last year. Most of the new staff worked for new production facilities, providing an impetus for future growth. The Group participates in pension and insurance schemes appropriate to the local conditions. It is our long-term strategy to increase productivity and production efficiency through automation and quality workforce. Hence in addition to investments in hardware, we have been recruiting qualified professionals as well as fresh university graduates to become part of the core workforce.

收購

年度內集團購入科惠57%權益，並且收購了兩家甲醛廠，總代價合共約二億五千萬港元。新收購業務與集團之整合過程非常順利。截至二零零二年三月止三個月內，此等新收購業務為集團帶來未扣除稅項及利息開支的盈利合共達二千萬港元；獲得顯著成功。各工廠在收購後繼續由當地的管理層獨立經營，他們可取得與表現掛鈎的花紅，部份更擁有所屬工廠之股權。毋容置疑，此等收購項目與集團本身的業務相輔相乘。藉着新加入之公司在產品開發及採購等各個環節與集團建立緊密聯繫，成功為各方進一步創造更大的協同效益。

The Group acquired two formalin plants in January 2002, strengthening our number one position in the PRC.

集團於二零零二年一月收購兩間甲醛廠，令集團在中國的領導地位更為穩固。

員工

收購令集團額外增加了2,600名員工。於本財政年度完結日，集團約有7,000名員工。撇除收購所增加的員工，集團在去年增聘了800名員工。大部份的新員工安排在新建的生產設施內工作，為集團在未來提供了增長的動力。集團並且為員工安排了符合當地情況的退休金及保險計劃。集團的長遠策略，是透過自動化及優秀的員工隊伍，提升集團的生產力及效率。因此集團除了投資購置各類生產硬件，同時亦致力尋求高質素的專門人才，以至剛畢業的大學生，加入成為集團核心員工隊伍。

Chairman's Statement

In order to share the Group's results and recognize the contributions from each individual colleague, we have started formalizing a performance related bonus system at selected plants with an objective to implement it throughout the Group. We also grant share options to middle management and above.

Production Capacity Developments

Additions to fixed assets were around HK\$660 million (2001 – HK\$820 million) mainly for new production capacity and further vertical integration. All of our production plants for laminates and their related raw materials were operated at over 80% utilization rate during most parts of the year. Two production lines of glass epoxy laminates were set up in the year, raising the monthly capacity by 50% to 1.2 million sheets. New capacity was also added in our copper foil and glass fabric plants. To further strengthen the vertical integration, the Group established an epoxy resin plant with a monthly capacity of 2,000 tonnes in Nansha of Guangzhou. The plant started commercial production in October, satisfying most of the requirements at our glass epoxy laminate plants. Adjacent to the plant is a 50,000 tonne-petrochemical terminal under construction and to be completed late this year.

Techwise had also achieved over 80% utilization rate at its printed circuit board plant which has a monthly capacity of 1 million square feet. As mentioned earlier, its mass lamination plant for the production of inner layers of printed circuit boards started operations in July 2001. This front-end process is now almost completely carried out in-house, strengthening the quality control and response to the short lead-time orders from most customers.

All plants are equipped with the latest environmental facilities in order to meet with the PRC government requirements.

所有廠房均配備最先進環保設施，符合中國政府的規定。

集團為了表彰每位員工所作出的貢獻，以及讓他們分享集團的成果，管理層先行選定了數家工廠，正式實行一個與表現掛鉤的花紅制度，並計劃將制度逐步推展至整個集團。集團亦有向中層以上的管理層派發認股權。

產能開發

年度內固定資產投資約六億六千萬港元（2001年度：八億二千萬港元），主要用作添置新的生產設施及進一步實行垂直整合。年度內所有覆銅面板及相關原材料之生產設施的設備使用率大部份時間均超過80%。集團在年度內增設了兩條玻璃纖維覆銅面板的生產線，將產能增加50%至每月120萬張。此外，銅箔及玻璃纖維布廠亦擴大了產能。集團為了將垂直整合工作進一步鞏固，在廣州南沙設立了一家月產能達2,000噸的環氧樹脂廠。該廠在去年十月正式投產，滿足了集團旗下玻璃纖維覆銅面板廠對環氧樹脂的大部份需求。毗鄰環氧樹脂廠將興建一個50,000公噸級的石油化工產品碼頭，現時工程仍在進行中，預計可在本年較後時間竣工。

科惠印刷線路板廠的設備使用率亦逾80%，月產能達100萬平方呎。正如前述，生產內層線路層壓廠房已在二零零一年七月投產，此前期工序現時差不多完全可以由工廠自行處理，此舉不但有助加強質量的控制，同時亦縮短了大部份客戶訂單的生產時間。



Chairman's Statement

Environmental Facilities

We place strong emphasis and have made significant investments in the environmental protection. All plants are well equipped with sewage and pollution retrieval systems. All waste water is discharged after thorough treatments, meeting the Class 1 standard as set by the Government in China.

Charitable Activities

In the year Kingboard committed to the donation of HK\$1 million for the establishment of a primary school in the rural area near Zhaoqing, Guangdong. In addition we will contribute HK\$600,000 over the next three years to set up a public library in Fogang, Guangdong.

**環保設施**

集團極之重視環境保護，在此範疇的投資亦相當顯著。集團旗下所有工廠均安裝了完善的污水及廢料處理系統。工廠所排放的廢水全部經過淨化處理，水質符合中國政府所訂的一級標準。

慈善活動

建滔集團在年度承諾捐出一百萬港元，作為在廣東肇慶偏遠郊區設立一所小學之經費。此外集團將在未來三年捐出共六十萬港元，在廣東佛岡設立一所公共圖書館。

*The Group actively participates in charitable activities.
集團積極參與慈善活動。*

Forbes Best 200

For the second consecutive year, the Group was selected one of the world's best 200 small enterprises by Forbes in October 2001.

福布斯200家最佳小型企業

集團於二零零一年十月連續第二年獲福布斯雜誌選為全球200家最佳小型企業之一。

LIQUIDITY AND FINANCIAL RESOURCES

As at 31 March 2002, net current assets and current ratio of the Group were approximately HK\$689 million and 1.50 respectively (2001 – 1.44). For the following analysis, adjustments were made to account for the consolidation of Techwise sales results for three months by the Group. Inventories, in terms of stock turnover days, improved to 99 days (2001 – 113 days) mainly due to low levels of inventories usually carried by Techwise. Excluding Techwise, inventories marginally increased to 117 days owing to

流動資金及財務狀況

集團於二零零二年三月三十一日之流動資產淨值為六億八千九百港元，流動比率則為1.50（二零零一年度：1.44）。以下各項分析數據已因應集團所佔科惠的三個月業績入賬而作出調整。由於科惠的庫存水平向來較低，集團整體存貨週轉期由二零零一年的113日改善至99日。如撇除科惠，存貨週轉期則由於垂直整合的規模擴大而略為延長至117日。製

The Group holds regular meetings with institutional investors and analysts to keep them well informed with our developments.

集團定期與機構投資者及分析員會面，讓他們對集團的最新發展狀況更為了解。



increased vertical integration. Finished goods, accounting for 40% (2001 – 37%) of inventories, were equivalent to less than one month sales, falling within the normal carrying range.

成品佔庫存比例為40%（二零零一年度：37%），相當於不足一個月的銷售量，屬正常庫存水平。

Trade receivables, in terms of debtors turnover days, were 119 days (2001– 100 days). As mentioned in our interim report six months ago, the granting of longer credit periods was to enhance our competitiveness and reduce the price pressure. But by closely monitoring and controlling the receivables level, we had kept the debtors turnover days at the similar levels throughout the last six months. No significant problem debts occurred in the year.

貿易應收款項的週轉期為119日（二零零一年度：100日）。正如六個月前之中期業績報告所述，給予客戶更長的除賬期不但能增強競爭能力，同時亦可緩和減價的壓力。管理層一直嚴格監控集團的收款狀況，並且在過去六個月保持在相約的水平，年度內並無重大的問題欠賬出現。

Trade and bills payables, in terms of creditors days, were down to 63 days (2001– 90 days). In light of healthy balance sheets, we sought better prices from suppliers in exchange for shorter credit terms. Meanwhile there had been a marked success in switching from purchases conducted on letter of credit to open account.

貿易及票據應付款項的週轉期縮短至63日（二零零一年度：90日），此乃集團在健康資產負債狀況下與供應商磋商，利用較短的除賬期，以換取最佳的原料來價。同時集團正積極爭取將部份採購由信用狀改為以直接過戶方式支付，現時已取得明顯的成果。

In the year we received net proceeds of around HK\$312 million on the issuance of 60 million new shares to institutional investors. Following the Group's acquisitions, the ratio of interest bearing borrowings net of cash to shareholders' funds was up slightly at 43% (2001– 36%). The average maturity of the borrowings improved with our inclination for long-term biased funding. The balance between short term and long term bank borrowings stood at 51:49 (2001 – 59:41). The Group continued to adopt prudent financial management practice and, in the low interest rate environment, actively considered the application of interest rate hedging instruments for long term borrowings.

集團在年度內透過發行六千萬股新股予機構投資者，籌得資金淨額約三億一千二百萬港元。集團完成多項收購後，扣除現金後之付息借貸與股東資金比率由二零零一年度的36%，略為上升至43%。管理層傾向採用還款年期較長的資金，集團借貸的平均還款期因而有所提升。短期與長期借貸的比例為51:49（二零零一年度：59：41）。集團將繼續實行穩健的財務管理政策，面對利率低企環境，管理層積極考慮利用利率套戥工具，以穩定長期借貸的利息開支。

PROSPECTS

With the Group's vigorous business attributes fabricated diligently and invariably by a dedicated management team, we had no doubt passed the challenge arguably the toughest ever in the electronics industry with high scores in most areas. Not only managing to deliver satisfactory returns under the harsh conditions of the industry's downturn, we have also successfully been making investments in future growth.

In the laminate business, we, facing growing opportunities, will continue to expand the production capacity and pursue further improvements in quality and functionality of laminates. Among all the hard work done for delivering solid growth, there are two areas worth mentioning. We are in the process of setting up a new paper laminate plant in Shaoguan, Guangdong. Once completed in December, the plant will provide a 500,000 sheets monthly capacity, raising the Group's total production capacity of paper laminates by about 25%. The new location in the far northern part of Guangdong will become a more cost competitive, key production base for the Group medium term. Another milestone to our vertically integrated production is the establishment of a glass yarn plant in Nansha of Guangzhou with an initial capacity of 1,000 tonnes each month. Glass yarn is the basic material for weaving into glass fabric which itself is the key reinforcement material for glass epoxy laminates. The plant is scheduled to commence mass production in the fourth quarter of 2002. It will enable us to enhance the control of the raw material supply, as currently there is very limited production capacity of glass yarn for electronics applications in China.



前景

集團的管理隊伍一直積極投入，以認真勤勉和堅毅不變的態度，令集團的業務保持蓬勃的增長。毫無疑問，集團已成功跨過電子業歷年來最艱困的時期，而且在多個業務領域取得驕人的成績。管理層不但在極為嚴峻的不景氣環境下仍能取得理想的盈利，而且成功為未來業務增長作出了各項投資。

集團的覆銅面板業務在未來將有更大的發展機會，管理層將繼續擴大覆銅面板的產能，並進一步改進產品的質量和功能。在眾多個能夠為集團業務取得理想增長的項目中，其中有兩項值得一提：集團正在廣東韶關興建一家新的紙覆銅面板廠，預計該廠在本年十二月竣工投產後，每月可生產五十萬張紙覆銅面板，屆時集團的紙覆銅面板產能將可增加約25%。該廠位於廣東北部邊緣地區，將會在未來數年成為集團更具競爭力的重點生產基地。此外，建滔的垂直生產發展進入了另一個重要里程碑，集團在廣州南沙設立了玻璃紗廠，首階段之每月產能達1,000噸。玻璃紗為織造玻璃纖維布的基本材料，是玻璃纖維覆銅面板的主要強化物料。該廠預期在二零零二年第四季開始實行大量生產。現時在中國生產供電子產品應用玻璃紗的產能非常有限，自行興建玻璃紗廠有助集團加強對物料供應的控制。

A Glass Yarn plant with a monthly capacity of 1,000 tonnes was recently established in Nansha, a milestone for our vertical integration development.

集團最近在南沙設立一間玻璃紗廠，月產能達1,000噸，標誌著集團垂直整合的發展邁向一個新的里程碑。

Chairman's Statement

In the chemical division we are also planning to expand the capacity for formalin and epoxy resin given a growing demand in China. The land in Nansha with an area of 660,000 square meters, at present part of it for housing the epoxy resin and glass yarn plants, is reserved for the developments of the Group's chemical production in the next few years. The completion of a 50,000 tonnes petrochemical terminal within the land by the end of 2002 will significantly reduce the transportation costs and time, enhancing its advantage being our key chemical production base.

Techwise is also actively preparing for the set up of a new plant in order to remove production constraints. The plant is tentatively a 70%:30% joint venture between Techwise and a Japanese printed circuit board manufacturer. It will be divided into two phases, each of which will have a monthly production capacity of 300,000 square feet double-side printed circuit boards. The first phase will be completed by the end of December 2002.

Though it may be too early to declare the industry is recovering from the bottom, the performance in the last few months has been encouraging and pointing to the resumption of growth in terms of both sales and profitability. Furthermore, our long term commitments to persistently pursue competitive advantages in the core business, particularly through leveraging on China's opportunities, will ensure the Group continues to create value to shareholders.

APPRECIATION

On behalf of the board of directors, I would like to take this opportunity to, once again, express gratitude to our shareholders, customers, banks and hardworking colleagues for their support and contributions to the Group in the last twelve months.

CHEUNG Kwok Wing

Chairman

Hong Kong, 28 June 2002

由於國內對甲醛及環氧樹脂的需求不斷增加，集團的化工部亦計劃擴大此兩種化工產品的產能。集團在南沙預留了66萬平方米土地，除了環氧樹脂及玻璃紗廠，在未來數年還會作為集團化工產品生產業務的發展之用。在該範圍內興建的50,000噸級石油化工碼頭將於二零零二年底落成，屆時運輸的成本和時間將可大為減少，令集團在這化工基地生產的產品更具優勢。

科惠亦正積極興建新廠房，以突破現時的產能。新廠房暫定由科惠與一家日本線路板生產商合資經營各佔七成及三成股權。建廠計劃分兩期進行，每期可提供月產能達三十萬平方呎雙面印刷線路板。第一期工程將於二零零二年十二月完成。

此刻宣佈行業正在低潮中復甦過來，也許言之尚早，但集團過去數月的表現來看，情況令人樂觀，營業額與盈利均有回復增長的跡象。此外，管理層一直致力投入資源，以持續鞏固核心業務的競爭優勢，加上充份利用中國的發展潛力，將可保證集團能繼續為股東創造理想的投資價值。

致謝

本人藉此謹代表董事會，再一次向集團的股東、客戶、銀行，以及辛勤努力的全體員工，在過去十二個月對集團的支持及參與致以衷心感謝。

主席

張國榮

香港，二零零二年六月二十八日