

On behalf of the Board of Directors, I am pleased to present to our shareholders the 2002 Annual Report of A-Max Holdings Limited (the "Company") (formerly known as "Kessel International Holdings Limited") together with its subsidiary companies (the "Group").

NEW MANAGEMENT

It was announced in April 2002 that the Company underwent a restructuring process with Yue Fung International Group Holding Limited. The business restructuring, which was completed in August 2002, is wholesome for the long-term development of the Company and the major management restructuring exercise, which included my own appointment as Chairman of the Board of Directors in August 2002, has brought the Group a new sense of leadership and direction. The Group is now not only back on its feet after a difficult spell, it is well on the way to complete recovery and reinvigorate the Group's business activity. At the heart of this recovery is a new confidence shared by our customers, suppliers and business partners alike, and which has taken deep root amongst our staff members. Their optimism about our future springs from the rapid and effective changes made in production, sales and marketing and finance by the new management team, drawing on its wide pool of expertise and extensive experience in the industry.

ACKNOWLEDGEMENTS

I would like to take this opportunity to welcome our new board members, as well as thanking our staff and business partners for their contributions, and our shareholders for their continuing support of this successful restructured company. I am optimistic about the bright future which lies ahead for A-Max Holdings Limited.

By Order of the Board



Li Wing Bun
Chairman

Hong Kong, 12 September 2002