



*Chairman's Statement*





2002 represented a very important and rewarding milestone year for Titan (Holdings) Limited (formerly known as Gemzboh Holdings Limited) (the "Company"). In May 2002, Titan Oil Pte. Limited, the Company's parent company (the "Parent Company"), has successfully completed the acquisition of the Company (the "Acquisition") and changed its name to Titan (Holdings) Limited.

Before the Acquisition, the principal activity of the Company and its subsidiaries (collectively the "Group") had been in the manufacture and sale of apparel. The Group had also commenced oil trading business in 2001. Since completion of the Acquisition, the Group had started diversifying further into oil related businesses. Following a share placement which raised approximately HK\$138 million in July 2002, the Group acquired two oil tankers, namely "Asian Tiger" and "Oriental Tiger". Thanks to the management's extensive experience and expertise in the oil industry, this new oil transportation business has already streamed in substantial profits for the Group.

During the year, the Group had successfully diversified into additional core businesses, including the new oil transportation operation as well as an expanding oil trading operation. Such transformation has not only enabled the Group to build a much

stronger risk-return profile, but has also brought in positive profit contributions to the Group's bottom-line.

For the year ended 31st December, 2002, the Group recorded a turnover and net profit from ordinary activities attributable to shareholders of approximately HK\$341.5 million and HK\$30 million, as compared to a loss of approximately HK\$11.2 million and turnover of HK\$143.1 million respectively for 2001. Basic earnings per share was HK0.9 cent for the year as compared to basic loss per share of HK0.4 cent for 2001.

Given the Group's unique business model, the future looks promising for shareholders with great return and value appreciation potentials. The Group is committed to becoming a one-stop fully integrated oil services provider by way of further consolidating its oil transportation, trading, storage, transshipment, and other oil related businesses. The year 2003 will be no less an important year for the Group. It will see the Group further strengthening its base to pave the way for future development and growth in the years ahead.

### Appreciation

On behalf of the board and the management, I would like to take this opportunity to express my sincere gratitude to the staff of all of our Group companies for their valuable dedication, hard work and contributions made during the Year. I would also like to thank our partners and shareholders for their continuous support during the Year. Last but not least, I would like to welcome any new shareholders coming on board.

**Tsoi Tin Chun**  
*Chairman*

23 April 2003