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A Solid Foundation for Future Growth

Over the past two years, VTech has achieved a significant turnaround in its profitability and financial position, creating a new foundation for future growth. In the financial year 2003, we succeeded in delivering a dramatic rise in net profit to US\$40.8 million and a strong net cash position to US\$67.7 million. We will build on this solid financial platform to achieve steady growth in both revenues and profits in financial year 2004, and to open new horizons of opportunity beyond.