



*Chairman's
Statement*

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After the recovery from the incidence of Severe Acute Respiratory Syndrome ("SARS") and the stimulation from Mainland/Hong Kong Closer Economic Partnership Arrangement ("CEPA"), the economic atmosphere in Hong Kong is improving and the global macro-economy also has the inclination to leave temporary recession. The People's Republic of China ("PRC") is the sole region, which has significant economic growth and is a substantial potential market to all of the world. Exploring every business opportunity in PRC is one of the corporate goal and esteem of the Company.

Reviewing the year of 2003, a crucial year to the Company and its subsidiaries, there were various significant events happened, including the establishment of the new telecommunication business, the capital reduction and reorganization, the change of the Company's name, the establishment of new corporate identity website, the disposal of loss making subsidiaries in the Fire Protection and Suppression Business, the acquisition of the Media and Content Division and the strategic alliance with a Japan partner. Our management strives our best to maximize the shareholders' return and to turn the Company's businesses into profit.

The Management has successfully diversified the Group's businesses to telecommunication and media value-added services ("VAS") and content businesses. The New Management believes that these businesses will generate new income streams for the Group and strengthen the performance of the Group. Our new Media and Content Division subsidiary, with the brand name of "Yeahmobile", is the market leader in Hong Kong and Macau since 2000 and provides a wide-range of VAS services, includes telecommunication media content services, to our customers, including several famous international mobile companies and famous local broadcast companies.

After the strict rationalization and the disposal of loss making business together with the stable revenues generated from the existing properties investment business, the Group targets to bring best yield to all shareholders and potential investors.

Michele Matsuda

Chairman

Hong Kong

23rd April 2004