

For the financial year ended 31 March 2005, the Company and its subsidiaries (the "Group") recorded a net loss of approximately HK\$10.09 million. Loss per share was approximately HK\$0.008. Further details of the Group's past financial performance are explained in the "Management Discussion and Analysis" section.

Economic conditions and market sentiment have been improving. We look forward to the continuation of the economic improvement and having good return from the investments made in the past years. The Board of Directors does not recommend the payment of the final dividend.

I would like to thank all members of the Board and the staff for their dedication and contribution during the past year.

Chiu Kong

Chairman

Hong Kong 25 July 2005.