

## CHAIRMAN'S STATEMENT

On behalf of the board of directors (the "Directors") of Vision Tech International Holdings Limited (the "Company"). I hereby present the Annual Report of the Company and its subsidiaries (the "Group") for the year ended 31 March 2005.

### RESULTS

The financial year ended 31 March 2005 was still a difficult year to the Group. The Group recorded a loss attributable to shareholders of HK\$2.2 million.

### DIVIDEND

The Directors of the Company do not recommend the payment of any dividends in respect of the year ended 31 March 2005.

### BUSINESS REVIEW AND PROSPECTS

#### Atmospheric Water Generator Machines

The Company has been granted an exclusive license to market and distribute atmospheric water generators throughout the territory of Hong Kong and Macau. Presently, the Company has been conducting its marketing works in this region. Realizing further that there is also a strong market potential for atmospheric water generators in the Middle East, a distribution network has already been developed in the territory of the United Arab Emirates and Saudi Arabia for the sale, marketing and distribution of these products.

#### DVD players and recorders and other home appliances

The Group continues to focus on the distribution of DVD players/recorders and other home appliances. In view of the capital intensive nature of this segment of business, I believe that the Group would be able to

gain better performance once the Company has successfully applied for resumption of trading of its shares on the Stock Exchange.

The Company has submitted a resumption proposal in February 2005 regarding its request for resumption of trading of its shares on the Stock Exchange. The Listing Committee however considered that such resumption proposal did not constitute a valid resumption proposal under Practice Note 17 to the Listing Rules and had therefore decided against permitting the resumption of trading of the Company's shares on the Stock Exchange. In response to the decision of the Listing Committee, the Company had thereafter requested for a review of such decision of the Listing Committee and had accordingly submitted its written submission in June 2005 for the purpose of the review hearing, which has been set to be heard before the Listing (Review) Committee on 20 September 2005.

### APPRECIATION

I take this opportunity to extend my deepest gratitude to the Directors for their valuable contributions to the Group. I also like to express my deep appreciation to our shareholders, customers and business associates, as well as our staff, for their immense contribution, dedication and diligence.

By order of the Board

**Mrs. PEI Chen Chi Kuen Delia**

*Chairman*

9 August 2005