

## CHAIRMAN'S STATEMENT 主席報告書

For the year ended 31 March 2006, the Group's turnover amounted to HK\$166,345,000 (2005: HK\$180,892,000) and net loss attributable to equity holders of the Company was HK\$15,994,000 (2005 restated: HK\$12,047,000). The decrease in turnover and increase in net loss were mainly due to the cessation of the unsound toys business. At present, the Group is to focus on the supply and procurement business and it has generated stable revenue and satisfactory return to the Group.

### BUSINESS OVERVIEW

Since April 2004, the Group has been commencing its supply and procurement business in Asia Pacific Region for the supply of office equipment and office supplies, machinery, machinery parts, lubricating oil and bunkering for vessels. With improvement in the economy of Southeast Asia Region and tight cost control, the Group recorded growth in both its turnover and results of the supply and procurement business. For the year ended 31 March 2006, the turnover and profit before tax of the supply and procurement business were HK\$155,550,000 and HK\$15,494,000, representing a significant increment of 7.5% and 74.4% respectively as compared with turnover of HK\$144,687,000 and profit before tax of HK\$8,884,000 for the year earlier.

Due to the persistent high level of price of plastic materials and production overheads, the toys business of the Group has operated at loss for several years. In order to exit the loss-making toys business and to focus on the profit-making supply and procurement business, the Group, during the year under review, disposed its entire interest in a group of subsidiaries, which is engaged in the design, manufacture and sale of a wide range of toys. Upon the completion of the disposal, the Group ceased its business in the design, manufacture and sale of a wide range of toys and made an one-off provision for impairment of HK\$3,873,000, mainly in respect of moulds previously used in its toys business.

截至二零零六年三月三十一日止年度，本集團錄得營業額166,345,000港元(二零零五年：180,892,000港元)及本公司權益持有人應佔虧損淨額15,994,000港元(二零零五年重列：12,047,000港元)。營業額下跌及虧損淨額增加，主要由於終止表現欠佳之玩具業務所致。現時，本集團專注於供應及採購業務，該項業務為本集團帶來穩定收入及合理回報。

### 業務概覽

早於二零零四年四月，本集團已於亞太區開始其供應及採購業務，包括供應辦公室設備及辦公室用品、遠洋郵輪使用之機器、機械零件、機油及燃料。隨著東南亞地區之經濟改善及嚴格之成本控制，本集團供應及採購業務之營業額及業績均有所增長。截至二零零六年三月三十一日止年度，供應及採購業務之營業額及除稅前溢利分別為155,550,000港元及15,494,000港元，相比去年之營業額144,687,000港元及除稅前溢利8,884,000港元，分別顯著上升7.5%及74.4%。

由於塑膠原料價格持續高企，令生產成本上漲，導致本集團玩具業務數年來均錄得經營虧損。為了撤出長期虧損之玩具業務，以便專注於利潤可觀之供應及採購業務，本集團已於回顧年度內出售其於一組附屬公司之全部權益，該等附屬公司乃從事設計、製造及銷售廣泛種類之玩具之業務。出售事項完成後，本集團隨即終止其設計、製造及銷售廣泛種類之玩具之業務，並就其以往主要用於玩具業務之模具作出為數3,873,000港元之一筆過減值撥備。

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### PROSPECTS

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In the past few years, the management adopted strategies to exit from unsound businesses and to strengthen the Group's investments with stable revenue generating power. Going forward, the management is confident that the supply and procurement business should continue to do well with a sustainable growth. In addition, we remain optimistic about the prospects of further growth and explore new investment opportunities that having earning potentials to expand its existing operations and to diversify its business.

### APPRECIATION

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Finally, I would like to take this opportunity to express my sincere appreciation to all staff for their loyalty, diligence, hard work and continuing support to the Group for the past financial year.

**Lo Ming Chi, Charles**  
*Chairman*

Hong Kong,  
25 July 2006

### 展望

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過去數年，管理層一直奉行退出表現欠佳業務之策略，同時致力拓展提供穩定收入來源之業務，務求令本集團之投資物有所值。展望將來，管理層對供應及採購業務深感樂觀，相信憑藉其龐大增長潛力，來年表現將更上一層樓。此外，本集團對未來仍然樂觀，深信集團業務將可持續增長，並將可發掘具有盈利潛力之投資機會，藉以擴充現有業務，為業務實行多元化發展。

### 鳴謝

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最後，本人謹此向全體員工致以由衷謝意，感謝彼等於剛過去之財政年度一直竭誠盡力為本集團服務。

主席  
**勞明智**

香港，  
二零零六年七月二十五日