

Zhongda International Holdings Limited (“Zhongda International” or the “Company” and its subsidiaries, collectively the “Group”) was listed on the Main Board of the Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 1 November 2001 (Stock Code: 909).

The Company, mainly through its subsidiary Zhongda Automobile Machinery Manufacture Company Limited (“Zhongda Machinery”), is principally engaged in the development, manufacture and sales of equipment used in automobile repair, maintenance and inspection and the provision of industrial surface treatment engineering equipment to various industries including the automobile, aircraft engineering and military industries in China. While China is the Group’s major market, products are also sold in North America, North Africa, Europe and other Asian countries. Zhongda Machinery is the automobile maintenance equipment manufacturer with the largest market share in China.

The Group, being one of the largest automobile equipment manufacturers in China, has its main production base located in Yancheng City, Jiangsu Province. Major products of the Group include car washing machines, lacquer rooms, lifters and body repairing machines. In 2004, the Group set up a new joint venture with a major bus manufacturer in Nanjing that denoted its formal entry into the vehicle manufacturing sector. The Group now has approximately 912 employees.

## BUSINESS AND PRODUCTS OF THE COMPANY

