

CHAIRMAN'S STATEMENT

To our shareholders

On behalf of the Board of Directors of Oriental Investment Corporation Limited (the "Company") I present the annual results of the Company and its subsidiaries (the "Group") for the financial year ended 30 April 2006.

The PRC Central Government's determination to control the somewhat overheated PRC economy by, inter alia, the progressive tightening of the regulations concerning the ownership of PRC properties and its increases in interest rates, is already having a cooling effect on the high quality and speculative elements of the PRC property market. However, the Group is satisfied that the effect of the said PRC Central Government's determination in respect of its residential properties, which are aimed at the local middle class users' market, may not be significant. The Group's commercial properties are also unlikely to be significantly affected. However, the Group will continue to keep a careful watch on the property market in the PRC and in particular in Shanghai where the Group's property interests are located. Should the situation so require, the Group may consider disposing of some or all of its PRC properties and/or its investments in respect thereof with a view to funding suitable projects as and when the time is considered appropriate.

Whilst the Group will continue to focus on pursuing its present businesses, including property investment and development, bakery and food, consultancy and general trading, the Group will continue with its business restructuring and in this respect it will continue to explore and evaluate new businesses and investment opportunities. At present, the Group has identified for its consideration certain new projects which are involved in the business of environmentally friendly, energy-generating, including renewable energy-generating, projects in various provinces in the PRC. The Company is in the process of seeking and obtaining further information in respect of those projects which prima facie appear to the Company to warrant further exploration.

To facilitate the Group's acquisition of suitable investments and to further enhance the Group's working capital, if and when considered necessary, the Group will approach banking and financial institutions for new banking and/or credit facilities and/or raise additional funds through various means, which shall include the issue of new shares of the Company and/or debt financing.

I should like to thank our shareholders, business partners, business associates, our banks and auditors for their continued support, invaluable guidance and encouragement.

On behalf of the Board of Directors, I should like to extend my deep appreciation to the Group's management and staff for their dedication and commitment in the past year.

Lai Leong

Chairman

28 August 2006