

During the year ended 30 June 2006, the Group continued its pursuit of business in relation to services of web-based electronic payment platform and web-based e-commerce development tools. More and more users were willing to use on-line banking services and have business with online business entities in China and Hong Kong via e-banking and e-commerce platforms. We benefited from a steady growth of users from China and Hong Kong using internet and web-based payment facilities and their awareness of security and protection over the online process. That aroused banks' interest in the Group's products and services in e-banking and e-commerce security enhancement solutions. Banks and e-commerce providers were competing for higher market sharing and starting to put more efforts and resources in enhancing the security of their systems. We were able to sign up more banks and other e-commerce providers that adopted our products and services in China and Hong Kong.

Our Advisory Board being chaired by Mr. Zhou Dao Jiong, former president of China Construction Bank in China, and consisting of a group of prominent figures in the finance sector as our advisory board members strengthened our management ability at strategic direction and on launching DNA security products and services to the banks in China and Hong Kong. It had been proved to be of value in providing input for related opportunities for the Group.

After expanding our products and services from back end-security solution to front-end e-commerce applications for commercial and banking sectors, the Group strengthened its competitiveness in the market and started to generate revenue from these products and services including DNA security and DNAPAY services.

Our business of providing financial information services recorded a better growth arising from a boom stock and capital market in Hong Kong of 2006.

In the coming year, the Group is offering a new email services with many complete functions by using the world leading text-to-speech technology. It's the realization of mobile email vision by allowing any mobile users freely and easily access emails anytime, anywhere. The Group is actively preparing to launch mobile email services branded "EmailCallYou". We believe that our strategic plan will help the Group to penetrate market quickly and gain significant market share. "EmailCallYou" will contribute to the Group's medium to long-term growth.

In order to broaden its revenue sources other than the provision of products and services in e-banking and e-commerce security enhancement solutions, the Group always actively identified other investment opportunities to expand its revenue base. At the beginning of 2006, the Company tapped into the oil and gas exploitation business by the acquisition of 21% interests of Madagascar Petroleum International Limited (the "MPIL"), which had rights to explore and develop the onshore 20,100 square-kilometer of an oil block - Block 2104 for a minimum of 25 years in Madagascar. In view of the promising outlook for oil and gas demand, the Group would enjoy a favourable return from this investment in the long run.

In view of the great potential for our business development in Madagascar, China and Hong Kong, the Group will continue to place emphasis on these markets and to explore business opportunities on its existing foundation. I would like to take this opportunity to express my sincere thanks to the group's employee for their hard work and all shareholders for their patient and continual support.