

I am pleased to present this annual report of New City (China) Development Limited (the "Company") and its subsidiaries (the "Group") for the financial year 2006.

BUSINESS REVIEW

During the year under review, the Group devoted much of its efforts to complete the construction of China Securities Plaza in order to enable the registration under the name of China Network Communications Group Corporation (the "CNC").

CHINA SECURITIES PLAZA

The structural construction and interior fittings were nearly completed by the end of 2006. The China Securities Plaza is in the final stage of the registration of title documents to CNC.

OUTLOOK

The Board will continue to cooperate with CNC for registration of China Securities Plaza and the subsequent disposal of the Consideration Property. Furthermore, the economy of China has continued to grow and expand. The Group seeks for investment projects with good return in order to enhance the overall income of the Group.

APPRECIATION

On behalf of the Board, I would like to thank the shareholders and business partners for their strong support to the Group. I would also like to thank the management and all our staffs for their hard work and dedication to the Group over the past year.

Han Junran

Chairman

Hong Kong, 30th April 2007