

## CHAIRMAN'S STATEMENT

On behalf of the board of directors (the "Board") of Rontex International Holdings Limited (the "Company"), I am pleased to present to the shareholders the annual results of the Company and its subsidiaries (together the "Group") for the year ended 31 March 2007.

The year under review is a challenging year for the Group. The Group has continued to focus on garments and premium products trading. While the market competition remains keen, the Group has undergone a number of changes to preserve its competitive edge, such as to implement stringent cost control; to reinforce its sales and marketing team and to geographically diversify to Europe, South America and North America markets.

In addition, the Group will continue to seek for business opportunities with a view to improve the competitiveness of the Group. The Group envisages that any new businesses, if takes place, will be complementary to the existing core businesses and/or are individually self-sustained with prospects. The Group believes that such a strategy would provide a long-term growth and will ultimately create value to the shareholders of the Company.

The Group will constantly review its financial resources and will consider various plans to enhance its financial capabilities. The Group believes that to broaden its shareholders base would provide a solid ground for the Group to grow. During the year under review, the Company has issued 260,000,000 unlisted warrants to independent investors which will raise in total approximately HK\$11 million assuming that all warrants will be exercised by the investors.

On behalf of the Board, I would like to take this opportunity to thank our board of directors, shareholders, business partners and for the dedication and hardwork of our staff members during the fiscal years.

**Cheung Keng Ching**

*Chairman*

Hong Kong, 31 July 2007