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Chairman's Statement



The fiscal year 2004/2005 was a challenging year for the Group. The acute market competition set off by 3G hit the bottom line of every local mobile operator during the financial year under review. The Group stayed away from irrational price competition and focused in growing the businesses where we saw great potentials, consequently achieving solid results.

The Group is cautiously optimistic about the long-term growth of our business while preparing for the challenges of advanced mobile services. We believe our strong commitment to service excellence will gain continuous support from mobile users who pursue superb quality and innovative mobile communications.

Dr. Cheng Kar Shun, Henry

Chairman

Hong Kong, 5 October 2005