

The Company entered into a new era as a publicly listed company on 15th May, 2002 when the trading of its shares commenced on The Stock Exchange of Hong Kong Limited. This is a firm milestone for the Company, which is now set for greater achievements of the upcoming years.

We believe that the success of the listing bears testament to the high quality standards, which we have established in all areas of our business. We have an experienced management team and a well-trained and committed workforce, which takes pride in our achievements.



"... a firm milestone of the Company ..."

The Directors anticipate that the People's Republic of China (the "PRC") economy will continue to grow in the coming years and that Dalian will remain as one of the most important economic and trading regions in the northeastern coastal region of the PRC. The Directors are also confident that the PRC's entry into the World Trade Organisation ("WTO") will attract more foreign investments in the PRC and that, in particular, the expected increase in business activities will become more promising in the coastal cities of the PRC, including those in Liaoning Province. The expected continuing economic growth in the PRC, together with the improvement in living standard, will be conducive to sustaining a growing demand for quality and modern residential and commercial premises in Dalian by both domestic and foreign buyers.

The achievements we have made, the goodwill we have established, the professional team we have built up – are factors which will lead our group to strong growth and profitability in the coming years. We will continue to remain focused in the Dalian market while at the same time, seek new growth opportunities through expansion and diversification of its core business. With a management team backed by rich experience, expertise and market insight, the Group will continue to examining its role and edge in the property development industry in the PRC and is prepared to take up opportunities and challenges in order to stay ahead of the competition.

CONCLUSION

I would like to express my gratitude to the Board of Directors and all the staff of the Group for their support and effort over the year. Their efforts are invaluable as we move forward to assure a prosperous future for the Company.

Leung Ngai Man
Chairman

Hong Kong, 25th July, 2002