

On behalf of the Board of Directors of the Company, I take pleasure in presenting the Annual Results of the Group for the year ended 30 June 2005.

RESULTS

For the year ended 30 June 2005, the Group's turnover increased to HK\$77,009,000 representing an increase of 41% over that of last year's HK\$54,494,000. The subsidiaries responsible for the manufacturing and trading of electrical equipment and the provision of electrical engineering and contracting services continued to be profitable. The net asset value of the Group as at 30 June 2005 increased to HK\$222,450,000 (2004: HK\$123,221,000). The Board of Directors has resolved not to pay a dividend for the year.

BUSINESS REVIEW AND LOOKING AHEAD

For the year under review, the Hong Kong economy has become buoyant. Rising employment, continuing GDP growth and strong consumer confidence all contributed to the resurgence of confidence in the business sector, resulting in robust growth.

The Board of Directors is at all times seeking to identify suitable projects and investments that would be reasonably expected to generate profits. In June 2005, the Company has acquired 70% interest in Walden Maritime S.A. ("Walden"), a company incorporated in the Republic of Panama (the "Acquisition"). Walden owns the cruise ship, CT Neptune ex Oliva, and will commence its operation after completion of the renovation. In light of the booming tourism industry in Macau and Hong Kong, the Board of Directors believes that the demand for casino games and entertainment business in the region is strong. The gaming and entertainment industry has immense growth potential and the Acquisition will strengthen the Group's earning base.

The Directors will continue to build on the strength and expertise of the Group's businesses and look for attractive investment opportunities which can be expected to show real growth in the years ahead with an aim to maximize the shareholders' return in the long run.

APPRECIATION

On behalf of the Board of Directors, I should like to thank our customers, our bankers, our auditors, the staff of the Group for their diligence, and our many shareholders for their full support. I look forward to have a better future in the years to come.

Chen Chak Man

Chairman of the Board

Hong Kong, 25 October 2005