

# CHAIRMAN'S STATEMENT

## Dear Fellow Shareholders,

If advertising is art, Clear Media is the gallery. For nine years, Clear Media has been a showcase for the advertising arts - enabling our advertisers to reach more target consumers, more often, and with greater impact.

It has been a rewarding journey. We have enjoyed the personal satisfaction of connecting brands with consumers through a vibrant visual medium. The professional satisfaction of being the best there is at what we do. And the business satisfaction of delivering consistent, sustainable double-digit earnings per share growth of 12% to our shareholders. Nine years in a row!

## The Art of Success

The reasons for our success today are rooted in the goals we set in the beginning: to create a world-class, nationwide network of standardized panels that connects brands with consumers around the clock; in short, to be the best and most successful outdoor advertising company in China. We have succeeded in those goals and we continue to lead the transformation of our dynamic industry.


**Popular Art:** The best ideas are often the simplest - like the standardization of our panels. Whatever the message, the original art only needs to be created once before it is mass produced for display on identical panels across 30 key cities in China.

**Accessible Art:** Our panels are around every corner in over 30,000 locations in the major population centers of the country, creating an attractive, informative, exciting backdrop to people's lives.


**Open Art:** We are on view around the clock, so people can see "what's on" anytime of the day or night on fully-illuminated panels that are an integral part of life in the big cities.

**Art That's Smart:** This is art that informs. It keeps brand-conscious people aware of new products and services, and provides the information they need to make informed buying decisions before they even get to a shop.

Our proven track record over the last nine years reaffirms Clear Media's unique approach to the modern art of advertising in today's China!

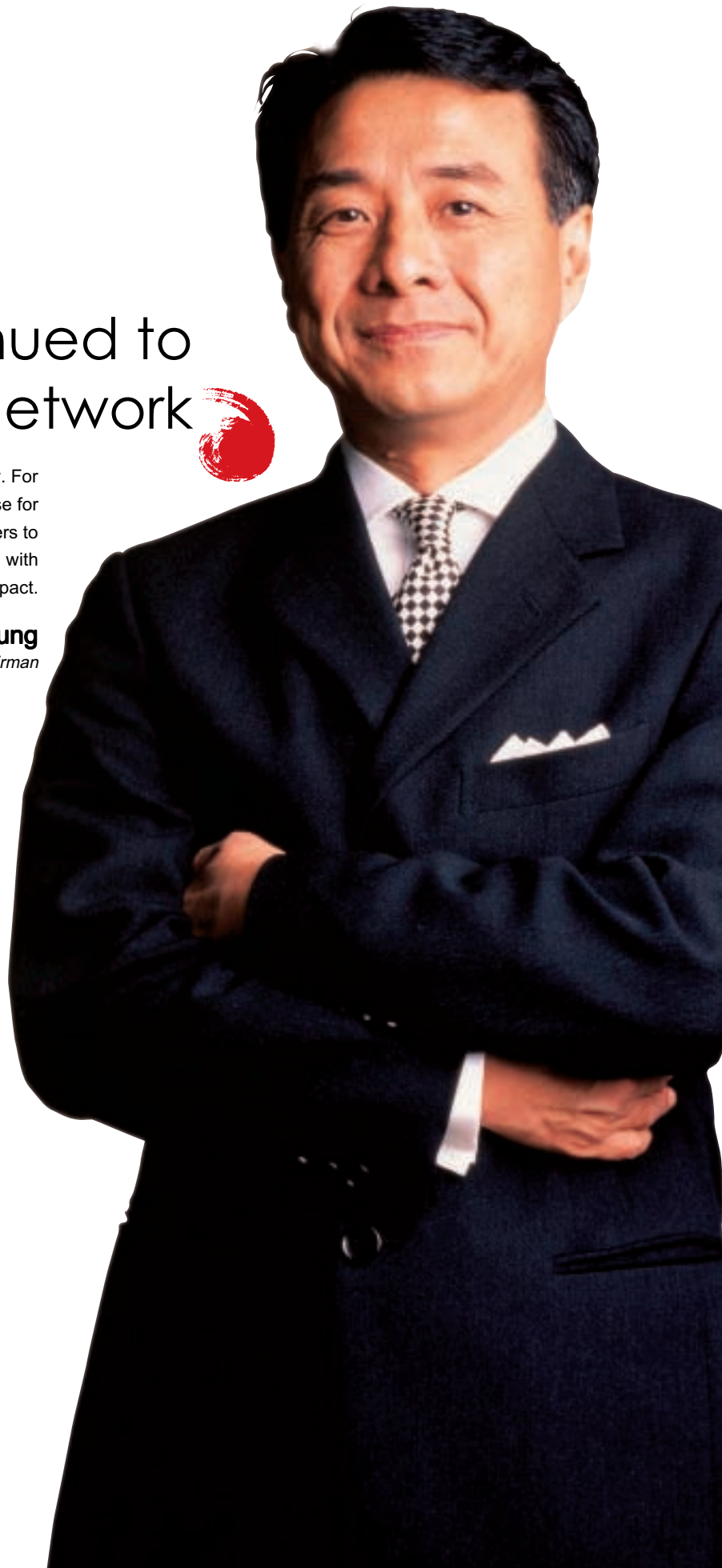


## We continued to expand our network



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**Steven Yung**  
*Chairman*



### Art for the Future

Our growth strategies for 2007 are to

- Reach China's most affluent and influential consumers - setting trends in leading the Brand Revolution.
- Offer innovative advertising and marketing packages - matching the rapidly expanding needs of leading advertisers.
- Increase the occupancy of our panels - improving the overall yield of our assets.
- Seize profitable growth opportunities - increasing per capita penetration of our network.
- Lead the consolidation of our industry - building the ultimate media company.

We will accomplish these strategies by

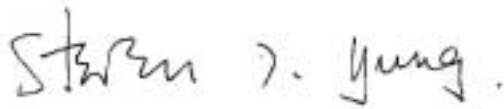
- Expanding our fully-illuminated panels throughout the network.
- Increasing the quality and quantity of our best-in-class sales and marketing professionals.

- Empowering our new sales centers in mid-tier cities to tap "drill-down" growth opportunities that complement our core hubs in Guangzhou, Shanghai and Beijing.
- Strengthening our research and development team to bring new innovations to our industry.
- Acquiring earning-accretive assets that complement our solid organic growth.

Outdoor advertising continues to be the fastest-growing medium in China and the only media sector in which foreign ownership is allowed. We look forward to the 2008 Beijing Olympics, the 2010 Asian Games in Guangzhou, the 2010 Shanghai Expo. Backed by the global expertise of our largest shareholder, Clear Channel Outdoor (NYSE-listed: CCO), Clear Media is uniquely positioned as the proven platform to add sustainable values to all our stakeholders.

Tastes in art may change, but art is forever - and there will always be a need for "clean well-lit places" to view it. With our professional experience, dedicated staff and enviable track record, Clear Media will continue to be the gallery of choice, whatever the artistic fashion of the day.

I would like to thank you for your trust and partnership along this nine-year journey. With your support, we have turned our business into an art — changing the look of the marketplace, transforming our industry, and influencing the future of China. That is something we can all take pride in.

A handwritten signature in black ink, reading "Steven Y. Yung." with a period at the end.

**Steven Yung**

*Chairman*

Clear Media Limited