



*Mr. Zhang Fangyou (Chairman)*

To all Shareholders,

I hereby present the annual report of Denway Motors Limited (the “Company”), and the audited consolidated results of the Company and its subsidiaries (together the “Group”), jointly controlled entities, associates and non-consolidated subsidiaries for the year ended 31 December 2006.

### **BUSINESS REVIEW**

For the year ended 31 December 2006, turnover from the continuing operations of the Group was approximately HK\$807,557,000 (2005: HK\$850,483,000), a decrease of 5.0% over the last year. The consolidated profit attributable to shareholders was HK\$2,261,218,000 (2005: HK\$1,905,529,000), an increase of 18.7% over the last year. Earnings per share from the continuing operations was HK30.2 cents (2005: HK26.2 cents), an increase of 15.3% over the last year.