AURORA

AURORA GLOBAL INVESTMENT HOLDINGS LIMITED

旭日環球投資控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 353)

ANNOUNCEMENT OF 2006 FINAL RESULTS

The Board of Directors (the "Board") of Aurora Global Investment Holdings Limited ("the "Company") presents the audited consolidated annual results of the Company and its subsidiaries (together referred to as the "Group") for the year ended 31st December 2006 (the "Year") as follows:

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2006

	Notes	2006 HK$'000	2005 HK$'000
Revenue	3	26,523	40,982
Cost of sales		(29,240)	(34,715)
Gross (loss)/profit		(2,717)	6,267
Other revenue and income	3	7,476	765
Selling and distribution expenses		(1,865)	(3,190)
Administrative expenses		(38,299)	(24,466)
Other operating expenses		(10,603)	(68,820)
Operating loss		(46,008)	(89,444)
Finance costs	5	(149)	(1,686)
Loss before income tax	6	(46,157)	(91,130)
Income tax expense	7	—	—
Loss for the year		(46,157)	(91,130)
Attributable to:			
Equity holders of the Company	9	(46,167)	(91,136)
Minority interests		10	6
Loss for the year		(46,157)	(91,130)
Loss per share (HK cents)	10		
— Basic		(8.7)	(30.0)
— Diluted		N/A	N/A

CONSOLIDATED BALANCE SHEET

As at 31 December 2006

	Notes	2006 HK$'000	2005 HK$'000
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment		73,952	74,497
Prepaid lease payments		4,912	4,831
Deposits		3,750	4,075
Goodwill		—	—
		82,614	83,403
Current assets			
Inventories		4,033	5,683
Trade and bills receivables	11	4,504	5,712
Prepayments, deposits and other receivables		8,590	6,704
Pledged time deposits		—	2,031
Cash at banks and in hand		776	7,069
		17,903	27,199
Current liabilities			
Trade payables	12	9,723	9,032
Deposits received, other payables and accruals		25,611	10,547
Amounts due to directors		1,143	—
Finance lease payable		76	76
Bank borrowings		5	2,395
		36,558	22,050
Net current (liabilities)/assets		(18,655)	5,149
Total assets less current liabilities		63,959	88,552
Non-current liabilities			
Finance lease payable		234	304
Amounts due to minority shareholders		924	2,356
		1,158	2,660
Net assets		62,801	85,892
EQUITY			
Equity attributable to equity holders of the Company			
Share capital		5,519	5,252
Reserves		57,499	80,867
		63,018	86,119
Minority interests		(217)	(227)
Total equity		62,801	85,892

Notes

1. PRINCIPAL ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The financial statements also include the applicable disclosure requirements of the Hong Kong Companies Ordinance and the Rules Governing the Listing of Securities on the Stock Exchange.

The financial statements have been prepared on the historical cost convention except for the revaluation of property, plant and equipment.

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law (Revised) of the Cayman Islands. The address of its registered office is Century Yard, Cricket Squares, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands, Bristish West Indies and its principal place of business is Suites 5303-4, 53rd floor, Central Plaza, 18 Harbour Road, Wanchai, Hong Kong.

The Company's shares are listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

Pursuant to a special resolution passed on 10 March 2006 at an extraordinary general meeting, the Company's name was changed from Orient Industries Holdings Limited to Aurora Global Investment Holdings Limited.

2. ADOPTION OF NEW OR AMENDED HKFRSs

(a) New or amended HKFRSs effective on 1 January 2006

From 1 January 2006, the Group has adopted the new or amended HKFRSs which are first effective on 1 January 2006 and relevant to the Group. The adoption of these new and amended HKFRSs did not result in any significant changes in the Group's and the Company's accounting policies.

(b) New or amended HKFRSs that have been issued but are not yet effective

The Group has not early adopted the following HKFRSs that have been issued but are not yet effective. The directors of the Company anticipate that the adoption of such HKFRSs will not result in material financial impact on the Group's financial statements.

Amendment to HKAS 1 "Presentation of Financial Statements" - Capital Disclosures [1]
HKFRS 7 "Financial Instruments: Disclosures" [1]
HKFRS 8 "Operating Segments" [8]
HK(IFRIC) Interpretation 7 "Applying the Restatement Approach under HKAS 29 Financial Reporting in Hyperinflationary Economies" [2]
HK(IFRIC) Interpretation 8 "Scope of HKFRS 2" [3]
HK(IFRIC) Interpretation 9 "Reassessment of Embedded Derivatives" [4]
HK(IFRIC) Interpretation 10 "Interim Financial Reporting and Impairment" [5]
HK(IFRIC) Interpretation 11 "Group and Treasury Share Transactions" [6]
HK(IFRIC) Interpretation 12 "Service Concession Arrangements" [7]

[1] Effective for annual periods beginning on or after 1 January 2007
[2] Effective for annual periods beginning on or after 1 March 2006
[3] Effective for annual periods beginning on or after 1 May 2006
[4] Effective for annual periods beginning on or after 1 June 2006
[5] Effective for annual periods beginning on or after 1 November 2006
[6] Effective for annual periods beginning on or after 1 March 2007
[7] Effective for annual periods beginning on or after 1 January 2008
[8] Effective for annual periods beginning on or after 1 January 2009

3. REVENUE, OTHER REVENUE AND INCOME

Revenue, which is also the Group's turnover, represents total invoiced value of goods sold after allowances for returns and trade discounts.

	2006 HK$'000	2005 HK$'000
Revenue		
Sale of goods	26,523	40,982
Other revenue and income		
Interest income	85	87
Rental and sub-leasing rental income	1,312	544
Sundry income	1,079	134
Write back of deposit received *(note (a))*	5,000	—
	7,476	765

Note:

(a) On 30 May 2006, the Company and GP Capital Limited entered into a subscription agreement ("Subscription Agreement") for the placing of the Company's convertible notes in an aggregate principal amount of HK$40 million ("Convertible Notes"). On 9 June 2006, the Company and GP Capital Limited entered into an agreement to extend the date of closing of the placing of Convertible Notes from 10 June 2006 to not later than 30 June 2006. In consideration of the Company agreeing to extend the closing date, GP Capital Limited agreed to place a non-refundable amount of HK$10,000,000 with the Company which upon completion of the placing of Convertible Notes would be used as part of the subscription monies for the Convertible Notes. However, the Group only received an initial deposit of HK$5,000,000 prior to the expiry of the extended closing date.

On 30 June 2006, the Company was provided with two cheques by GP Capital Limited in the amount of HK$5,000,000 and HK$30,000,000 respectively (the "Cheques") for the purpose of settling the remaining subscription monies pursuant to the Subscription Agreement. However, the Cheques were not honoured by the GP Capital Limited's bank. In view of this, on 27 September 2006, the Company notified GP Capital Limited of the termination of the Subscription Agreement. A legal proceeding was brought by the Group and based on the court order issued on 12 February 2007, GP Capital Limited is required to honour the Cheques.

In the opinion of the directors, after consulting with their legal advisor, the Subscription Agreement has expired and the deposit received of HK$5,000,000 is non-refundable and accordingly this amount has been credited as income to the consolidated income statement for the year.

4. SEGMENT INFORMATION

(a) Business segments

	Manufacturing of carpets 2006 HK$'000	Manufacturing of carpets 2005 HK$'000	Trading of carpets 2006 HK$'000	Trading of carpets 2005 HK$'000	Consolidated 2006 HK$'000	Consolidated 2005 HK$'000
Segment revenue:						
Sales to external customers	8,825	8,179	17,698	32,803	26,523	40,982
Segment results	(17,618)	(54,994)	(5,506)	(9,960)	(23,124)	(64,954)
Unallocated other operating income					5,059	55
Impairment of goodwill	—	(35,750)	—	—	—	(35,750)
Gain on disposal of subsidiaries	—	3,838	—	6,796	—	10,634
Gain on deemed disposal of a subsidiary	—	—	—	2,067	—	2,067
Other unallocated expense					(27,943)	(1,496)
Finance costs					(149)	(1,686)
Loss before income tax					(46,157)	(91,130)
Income tax					—	—
Loss for the year					(46,157)	(91,130)

(b) Geographic segments

	Hong Kong 2006 HK$'000	Hong Kong 2005 HK$'000	Macau 2006 HK$'000	Macau 2005 HK$'000	PRC 2006 HK$'000	PRC 2005 HK$'000	Overseas 2006 HK$'000	Overseas 2005 HK$'000	Consolidated 2006 HK$'000	Consolidated 2005 HK$'000
Segment revenue										
Sales to external customers	12,471	24,231	866	778	9,386	11,541	3,800	4,432	26,523	40,982

5. FINANCE COSTS

	2006 HK$'000	2005 HK$'000
Interest charged on:		
Bank loans and overdrafts wholly repayable within five years	111	275
Finance lease	23	6
Other loans	15	1,405
	149	1,686

6. LOSS BEFORE INCOME TAX

Loss before income tax is arrived at after charging and crediting the following:

	2006 HK$'000	2005 HK$'000
Charging:		
Cost of inventories recognised as expense	19,878	25,824
Depreciation (note (a))		
— owned assets	7,371	6,374
— leased fixed assets	76	6
	7,447	6,380
Amortisation of prepaid lease payments	112	107
Operating lease charges on land and buildings	3,093	2,589
Auditors' remuneration	534	311
Loss on disposals of property, plant and equipment **	2	22
Impairment of goodwill **	—	35,750
Bad debts written off (note (b)) **	65	48,022
Fair value of options granted to a third party for consultancy services rendered	1,020	—
Fair value of options granted to directors and employees included in staff cost	9,757	—
Provision for impairment of trade receivables **	314	—
Outgoings in respect of leasing properties	1,096	60
Under-provision of value added tax and the corresponding penalty arising in previous years (note (c)) **	8,938	—
Exchange difference, net	—	239
Staff cost, including directors' emoluments	24,243	10,262
Crediting:		
Exchange difference, net	4	—
Gain on disposal of subsidiaries **	—	10,634
Gain on deemed disposal of subsidiaries **	—	2,067
Write back of other payables **	—	2,230
Write back of provision for salary provision **	—	62

Notes:

** Included in "Other operating expenses" on the face of the consolidated income statement.

(a) Depreciation expenses of HK$5,538,000 (2005 : HK$5,384,000) has been expensed in cost of inventories sold and HK$1,909,000 (2005 : HK$996,000) in administrative expenses.

(b) Included in the bad debts written off was an amount of HK$47,950,000 due from a debtor which was overdue for over two years as at 31 December 2005.

(c) Amount represented value added tax and the corresponding penalty estimated and billed by the local tax authority during the year.

7. INCOME TAX EXPENSE

	2006 HK$'000	2005 HK$'000
Current tax		
— Hong Kong	—	—

No provision for Hong Kong profits tax is required since the Group did not have any assessable profit for the year (2005: Nil).

8. DIVIDENDS

No dividend has been paid or declared by the Company for the year ended 31 December 2006 (2005: Nil).

9. LOSS ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY

Of the consolidated loss attributable to equity holders of the Company of HK$46,167,000 (2005: HK$91,136,000), a loss of HK$40,087,000 (2005: HK$54,155,000) has been dealt with in the financial statements of the Company.

10. LOSS PER SHARE

The calculation of basic loss per share is based on the loss attributable to the equity holders of the Company of approximately HK$46,167,000 (2005: HK$91,136,000) and on the weighted average of ordinary shares of 528,332,055 (2005: 303,888,493) in issue.

No diluted loss per share is presented for the year ended 31 December 2006 as the outstanding share options were anti-dilutive. No diluted loss per share for the year ended 31 December 2005 has been presented as there was no dilutive potential shares.

11. TRADE AND BILLS RECEIVABLES

The Group normally allows credit terms ranging from 30 to 120 days to established customers. An aging analysis of the trade and bills receivables, net of provision, as at the balance sheet date, based on the date of recognition of the sale, is as follows:

	2006 HK$'000	2005 HK$'000
1-90 days	3,567	3,340
91-120 days	153	80
121-365 days	471	2,292
Over 1 year	2,050	1,423
	6,241	7,135
Less : Provision for impairment of trade receivables	(1,737)	(1,423)
Trade receivables - net	4,504	5,712

12. TRADE PAYABLES

An aging analysis of the trade payables as at the balance sheet date, based on the receipt of goods purchased, is as follows:

	2006 HK$'000	2005 HK$'000
1-90 days	5,926	5,977
91-120 days	2,603	986
121-365 days	967	500
Over 1 year	227	1,569
	9,723	9,032

BUSINESS REVIEW

During the year, carpet manufacturing and trading were the core business of the Group. However the Group reported a decrease in turnover and a net loss. The turnover of the Group was substantially decreased mainly due to the keen market competition in Hong Kong and PRC.

Profit margins continued to be depressed in the intensely competitive environment which the Group operates under. The prices of raw material increased in tandem with the increase in crude oil prices globally and the appreciation of Renminbi. Unfortunately, these additional costs could not be fully passed on to end customers due to the very keen pricing competition in the markets the Group operates in. In addition, the Group provided additional provision for VAT and corresponding penalties payable of the amount HK$8.9 million arising in previous years from 1998 to 2003.

The Group continued to focus on the existing business of carpet manufacturing and distribution to take productive approach to improve profitability and market share. In addition the Group had acquired a carpet trading subsidiary in March 2007 to strengthen the base of core business. On the other hand, the Group is looking into the opportunity of Logistic business as well as exploring more investment to offer sustainable growth the new business.

LOGISTIC AND FINANCIAL MANAGEMENT SYSTEM

On 3 December 2005, the Group entered into an acquisition agreement with CMST Guangzhou Corp (the "vendor") to purchase the Logistic and Financial Management System at a total consideration RMB6,000,000 (equivalent to approximately HK$5,769,000) which was satisfied (i) as to RMB3,500,000 (approximately HK$3,365,000) by issuing of 10,516,827 shares of the Company, and (ii) to RMB2,500,000 (approximately HK$2,404,000) for cash. On 24 November 2006, the Group and the vendor have entered into a revised acquisition agreement which amended the consideration from HK$6,000,000 to HK$3,000,000. The consideration should be settled in cash based on the revised terms.

INVESTMENT INTO HEBEI DA SHENG WARRANTY COMPANY

According to the Company's announcement dated 29 March 2007, the Board announced that on 27 March 2007, Aurora Logistic Capital Assurance Limited ("**Aurora Logistic**"), a wholly-owned subsidiary of the Company, entered into an agreement with Liaohai International Investments Limited ("**Liaohai**") and Hebei Da Sheng Warranty Company ("**Da Sheng**"), a company incorporated in Zhangjiakou, Hebei Province, PRC in connection with the investment into Da Sheng which engages in logistic, investment and project guarantee business.

Pursuant to the Agreement, Aurora Logistic shall contribute US$6,375,000 (equivalent to approximately RMB51,000,000) to acquire 51% of the equity interests of Da Sheng.

Da Sheng, when it commences its business, will be principally engaged in logistic, investment and project guarantee business in Zhangjiakou, Hebei Province, PRC. Da Sheng will provide commodity based financing to the enterprises so that enterprises can obtain additional credit limit from the financial institutions. In principle, Da Sheng will act as the guarantor of the enterprise to guarantee the enterprise's repayment obligations to the financial institutions thereby allowing the enterprise to obtain additional credit limit. Da Sheng will receive a guarantee fee from the enterprise based on a certain percentage of the loan advanced by the financial institution to the enterprise. Da Sheng will also require the enterprise to provide commodity collateral to Da Sheng. Accordingly, Da Sheng can assist medium to large enterprises to obtain loans from financial institutions for developing mineral processing operations by providing guarantees to such financial institutions.

The Group's investment in Da Sheng can diversify the Group's business and since Da Sheng will base on a leveraged operation with a guarantee/lending multiplier, a stable profit and steady cash flow and return on investment will be expected during the initial year of operation. As a result, the steady growth of profit and development of Da Sheng will contribute financially to the Group in future.

STRATEGIC COOPERATION AGREEMENT

According to the Company's announcement dated 27 November 2006, the Board also announced that on 24 November 2006, the Company entered into a legally binding strategic cooperation agreement with CMST (the "Strategic Cooperation Agreement"). Under the Strategic Cooperation Agreement, CMST will mainly be responsible for the custody and storage of pledged assets and providing control and management services in respect of the pledged assets in Mainland China. The Group will, through its subsidiary ("Guarantee Company"), be responsible for providing guarantee services to customers, liaising and/or introducing mortgagees or financial institutions to potential customers in Mainland China. CMST will also assist the Group to develop a logistic finance/banking business by utilizing its existing excellent business networks with major banks and/or financial institutions in Mainland China. For each of the transactions conducted through the cooperation between the Company and CMST, the relevant parties (i.e. the Guarantee Company, CMST, the bank or financial institution and the customer) will sign an agreement whereby CMST will charge the Guarantee Company a custodian and management service fee based on the guarantee amount and the Guarantee Company will charge the customer (i.e. the borrowing enterprise), a guarantee fee.

ACQUISITION OF A 70% EQUITY INTEREST IN WIN ALLIANCE DEVELOPMENT LIMITED

On 8 December 2006, Wise Mount Management Limited ("Wise Mount"), a wholly-owned subsidiary of the Company entered into an agreement with a third party, to pursuant to which, the Vendor has conditionally agreed to sell and Wise Mount has agreed to purchase 700,000 shares in Win Alliance Development Limited ("Win Alliance"), representing 70% of the entire issued share capital of Win Alliance, for an aggregate consideration of HK$14,000,000. Please refer the Company's announcement and circular dated 14 December 2006 and 2 January 2007 respectively for more details.

The Acquisition was completed on 2 March 2007. The board believed that the Acquisition will enable the Group to expand its existing core business of manufacturing and trading of carpets and may also provide the Group with valuable customer base, which is principally engaged in trading of seamless steel pipes and steel, for developing its logistic financial business in PRC.

FUTURE PLAN AND PROSPECTS

The principal business of the Group is engaged in the design, manufacture and sale of a wide range of carpets under its own brand name and the trading of carpets of various brand names. By acquiring 70% of the entire issued share capital of Win Alliance Development Limited, this will enable the Group to expand its existing core business of manufacturing and trading of carpets.

The Group also intends to diversify its business by acquiring 51% of Hebei Da Sheng Warranty Company ("**Da Sheng**"), a company incorporated in Zhangjiakou, Hebei Province, PRC. The principal business of Da Sheng will be to support the enterprises by acting as the guarantor of the enterprise and to secure bank finance by providing guarantees to the financial institutions to secure the credit facilities to these enterprises thereby allowing the enterprise to obtain additional credit limit. Da Sheng will receive an all-in-fee from the enterprise based on a certain percentage of the loan advanced by the financial institution to the enterprise. Da Sheng will also require the enterprise to provide commodity as collateral to Da Sheng. If the completion is taken place, it is expected that both the assets and liabilities of the Group will increase. In addition, this project will contribute a steady return to the Group in the future.

RAISING FURTHER CAPITAL

On 5 March 2007, the Company entered into the Placing Agreement with the Placing Agent pursuant to which an aggregate of 87,000,000 new Shares were placed by the Placing Agent on behalf of the Company, on a fully underwritten basis, at the price of HK$0.308 per Placing Share with at least six independent investors who were third parties independent of the Company and its connected persons. Immediately after the completion of the aforesaid placing, the Company issued 87,000,000 new ordinary shares at HK$0.308 per share to the six independent investors on 16 March 2007.

The aforesaid placing broadened the capital and shareholder base of the Company, and the net proceeds of the Placing of approximately HK$26 million will be applied as to approximately HK$18 million for working capital and the balance to new investment opportunities.

FINANCIAL SUMMARY

The Group's turnover for the year ended 31 December 2006 was approximately HK$26.5million, which represented a decrease of 35% compared to the previous year. The administrative expenses for the year ended 31 December 2006 were approximately HK$38.3 million, which represented an increase of 56% compared to the expenses incurred last year.

The consolidated loss attributable to equity holders of the Company for the year ended 31 December 2006 was decreased to approximately HK$46.2 million, as compared to HK$91.1 million in the previous year.

As a significant portion of the Group's sales and purchases were denominated in Hong Kong dollars and Renminbi, the directors considered the Group has no significant exposure to foreign exchange fluctuations in view of the stability of the exchange rates between the Hong Kong dollar and Renminbi. During the year under review, the Group did not use any hedging instrument.

CURRENT AND GEARING RATIO

As at 31 December 2006, the Group has total assets of approximately HK$101 million (2005: HK$110 million), total liabilities of HK$38 million (2005: HK$25 million), indicating a gearing ratio 0.38 (2005: 0.23) on the basis of total liabilities over total assets. The current ratio of the Group for the year was 0.49 (2005: 1.23).

CHARGES ON ASSETS

As at 31 December 2006, the Group had no interest-bearing bank borrowings and no assets were pledged. (2005: HK$2 million). At 31 December 2005, the Group's bank borrowings were secured by time deposit of HK$2,031,000.

CONTINGENT LIABILITIES

As at 31 December 2006, the Group did not have any contingent liabilities.

EMPLOYEE INFORMATION

As at 31 December 2006, the Group employed approximately 139 full-time employees (2005: 141), mostly at the Group's subsidiary factories for manufacturing carpets. The Group's emolument policies are formulated on the performance of individual employees and are reviewed annually in line with industry practice. The Group also provides provident fund schemes (as the case may be) to its employees depending on the location of such employees.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the year.

AUDIT COMMITTEE

The Audit Committee of the Company has reviewed with management the accounting principles and practices adopted by the Group, and discussed internal controls and financial reporting matters including a review of the audited financial statements of the Company for the year ended 31 December 2006. The Audit Committee comprises the three independent non-executive directors of the Company.

COMPLIANCE WITH CODE ON CORPORATE GOVERNANCE PRACTICES

The Company is committed to maintaining high standards of corporate governance. Throughout the year ended 31 December 2006, the Company has complied with the code provisions in the Code on Corporate Governance Practices as set out in Appendix 14 of the Listing Rules except for the deviations in respect of the rotation of Directors under code provision A.4.2 of Appendix 14 of the Listing Rules.

Under code provision A.4.2 of Appendix 14 of the Listing Rules, all Directors appointed to fill casual vacancy should be subject to election by shareholders at the first general meeting after their appointment, and every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years.

According to article 108 of the Articles of Association of the Company, at each annual general meeting one-third of the Directors for the time being shall retire from office by rotation. The Directors to retire by rotation shall include any Director who wishes to retire and not to offer himself for re-election. Any further Directors so to retire shall be those who have been longest in office since their last re-election or appointment and so that as between persons who became or were last re-elected Directors on the same day those to retire shall (unless they otherwise agree among themselves) be determined by lot. As there are eleven directors, and one-third of them shall retire subject to rotation, and barring unforeseen resignation/retirement during a year, each Director is effectively appointed under an average term of 3 years. Any Director appointed to fill a casual vacancy or as an addition to the Board shall hold office only until the next annual general meeting of the Company and shall retire and be subject to re-election.

In order to bring the Bye-laws of the Company in alignment with the provisions of the Code on Corporate Governance Practices, certain amendments to the Bye-laws will be proposed by the Board for approval by shareholders of the Company at the forthcoming general meeting.

COMPLIANCE WITH MODEL CODE

The Company has adopted the Model Code for Securities Transactions by Directors by Listed Issuers (the "Model Code") set out in Appendix 10 of the Listing Rules. Upon enquiry by the Company, all directors have confirmed that they have complied with the required standards set out in the Model Code throughout the year ended 31 December 2006.

PUBLICATION OF DETAILED RESULTS ON THE STOCK EXCHANGE's WEBSITE

Detailed results containing all the information required by Appendix 16 of the Listing Rules of the Stock Exchange will be published on the Stock Exchange's website in due course.

APPRECIATION

On behalf of the Board, I would take this opportunity to express my sincere thanks to all shareholders for continuing support, and all the directors and staff of the Group for their loyalty, commitment and diligence in the past year.

By order of the Board
PANG MAN KIN NIXON
Chairman

Hong Kong, 27 April 2007

As at the date of this announcement, the executive directors are Mr. Pang Man Kin Nixon, Mr. Tsao Ke Wen Calvin, Mr. Lam Shu Chung, Mr. Law Fei Shing, Mr. So Chi Keung, Mr. Fok Po Tin and Mr. Leung Kai Hung; the non-executive director is Dr. Ma Chung Wo, Cameron and the independent non-executive directors are Mr. Lum Pak Sum, Mr. Wan Hon Keung and Mr. Sun Tak Keung.