

CHAIRMAN'S STATEMENT 主席報告

On behalf of the Board of Directors (the "Board") of Fujian Holdings Limited (the "Company") together with its subsidiaries (the "Group"), I am pleased to present the annual report and the audited consolidated results of the Group for the nine months ended 31 December 2005.

For the nine months ended 31 December 2005, the Group recorded an operating profit of approximately HK\$16.45 million, representing an increase of 447% as compared with operating profit of approximately HK\$3.01 million for the twelve months ended 31 March 2005 (restated) ("last year"). Net assets value increased by 15%, a net increase of approximately HK\$11.28 million to approximately HK\$87.86 million as compared with last year. The gearing ratio decreased from 36% last year to 31%. Basic earnings per share was HK2.17 cents for the nine months ended 31 December 2005 as compared to basic earnings per share of approximately HK0.67 cents last year.

BUSINESS REVIEW

In the past nine months, our effective management of the Group's asset has successfully extended the term of joint operation of Xiamen South East Asia Hotel ("the Hotel") for ten years, enhanced the value of the operation right of the Hotel and cut down the operations costs of the Hotel through debt restructuring and debts reduction of the Hotel, its financial position continued to improve. Besides, we provided management services to Fuzhou Harmony Piano Co., Ltd. ("Harmony Piano") and Huamin Tourism Co., Ltd. ("Huamin Tourism"). We operated property lease business in Hong Kong which was adhering to prudent financial principle, whereas we also lend out idle funds which brings stable cash inflow to the Company.

本人謹代表閩港控股有限公司(「本公司」)及其附屬公司(「本集團」)之董事會(「董事會」)，欣然提呈本集團截至二零零五年十二月三十一日止九個月之財政年度報告及經審核綜合業績。

截至二零零五年十二月三十一日止九個月，本集團錄得約為1,645萬港元的經營溢利，比二零零五年三月三十一日止十二個月(重列)(「去年度」)經營溢利約為301萬港元增長447%。資產淨值比去年度增加15%，淨增約為1,128萬港元，達至約為8,786萬港元。資本負債比率由去年度36%減至31%。截至二零零五年十二月三十一日止九個月，每股基本盈利2.17港仙，去年度每股基本盈利約為0.67港仙。

業務回顧

在過去的九個月，公司有效地經營集團資產，成功延長廈門東南亞大酒店(「酒店」)之合作經營期限十年，酒店經營權價值得到提升，降低酒店的經營成本，通過對酒店進行債務重組，削減債務，不斷改善財務狀況。經營香港物業出租業務，同時對福州和聲鋼琴有限公司(「和聲鋼琴」)和華閩旅遊有限公司(「華閩旅遊」)提供管理服務。並遵循穩健理財原則，將閒置資金進行貸款，為公司帶來穩定的現金收入。

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PROSPECT

In the coming year, the Group will continue to operate under prudent approaches and to further consolidate and strengthen the existing business. Meanwhile, rapid economic growth in China creates a favorable investing environment, accompanied with enormous business opportunities. The Group will capitalize all the advantages in hand and in Mainland China resources so as to actively explore new grounds and attain stable development.

The Board considers that the current direction of development of the Group is clear and precise with its corporate governance practices sound and profound. Together with its own competitive advantages and relentless efforts, the Board believes that the Group will make substantial progress in its business which brings beneficial returns to both the shareholders and the investors of the Company.

ACKNOWLEDGEMENTS

I would like to take this opportunity to extend my sincere gratitude to all shareholders, business partners and customers for their support, and to all our colleagues for their efforts, hard work and selfless dedication. Their hardwork represents the firm foundation of the Group's future business development.

Wang Xiaowu

Chairman

Hong Kong, 19 April 2006

展望

未來一年，集團將繼續實行穩健經營的方針，進一步鞏固和加強現有業務。同時，中國經濟快速增長，營造了理想的投資環境，蘊藏商機無限。集團將利用自身及內地資源的優勢，積極開拓，穩步發展。

董事會認為本集團目前發展方向明確，企業管治良好，加上自身的優勢和不懈努力，董事會相信，本集團之業務將有較大的發展，為股東及投資者帶來良好的回報。

致謝

本人謹此感謝各位股東、合作伙伴及客戶在過去一年對本集團的鼎力支持。本人亦藉此衷心感謝集團全體員工的辛勤工作和無私奉獻，他們的努力為集團未來業務的發展奠定了堅實基礎。

汪小武

主席

香港，二零零六年四月十九日