



業務回顧

對本集團而言，截至二零零六年三月三十一日止年度是艱難的一年，同時也是業務規模開拓計劃啟動的一年。

本年度的艱辛主要體現在，本集團業務拓展過程中，既要利用現有資源擴大業務規模和發掘新的商業機會，又要將現有集團子公司中投資戰線長，回報慢的項目進行運營調整，因此本年度雖營業額有所增加，但尚未為本集團貢獻重大的現金流入。

但與此同時，跟上一年度相比，除影視製作並銷售方面為本集團貢獻了收入以外，去年收購的子公司之移動存儲類產品銷售方面也開始為本集團增加溢利總額，值得一提的是，本集團開始了拓展計劃，即新媒體業務、移動存儲產品產業及存儲晶片開發技術產業，進行了嘗試並初見成效。以此彌補該公司主營的DVD9生產線產品，由於市場萎縮、香港人工成本高、場地租金高等造成的低營業收入。

本公司董事會（「董事會」）不建議派付截至二零零六年三月三十一日止年度之末期股息。

前景

本集團業務拓展計劃首年，任重而道遠。展望未來，新媒體業務將有無限發展潛力，前景更為優厚。管理層因此對本集團未來業務發展的方向和成長方式充滿信心。

BUSINESS REVIEW

The year ended 31 March 2006 represented both a difficult year and also the beginning of the Group's expansion efforts.

The difficulties the Group encountered during the year mainly related to its business expansion process. On the one hand, the Group needed to utilize its existing resources to scale up its business and explore new opportunities while, on the other hand, restructure projects of its existing subsidiaries which involved long-term investment but delivered slow returns. Consequently, despite the increase in the turnover for the year, no significant cash inflow contribution was brought to the Group.

However, in comparison with the last corresponding year, in addition to the income contributed by the video production and sales, the sales of mobile storage products, a business acquired from a subsidiary last year, also started to generate gross profit for the Company. In particular, the Group has commenced expansion initiatives to cover new media business, as well as industries of mobile storage products and technological development of storage chips. Such efforts have started to bear fruits and were employed to cover the low operating income of the DVD9 production line operated by that company resulted from shrinking market, expensive salaries and high rents in Hong Kong.

The board of directors (the "Board") of the Company does not recommend the payment of final dividend for the year ended 31 March 2006.

PROSPECTS

The first year of Group's business expansion was fundamental and influential for future expansion efforts. Looking ahead, we anticipate huge potential and a promising future for the new media business, which has accordingly reinforced the management's confidence in the Group's future development direction and mode of growth.



首先，集團將全面拓展新媒體網絡，挺進新媒體時代，加強核心競爭力。隨著時間的推移，如今使用新媒體的受眾將會成為未來的主流，新媒體也將隨之成為大眾媒體，更新的傳媒方式也將會產生。新媒體發展的最終結果就是傳統媒體平台與新媒體平台的完全融合、互動，產生更為可觀的價值和更長的產業鏈。

其次，本集團在記錄媒體產品方面，例如移動存儲、芯片開發與生產等業務上將會有更新的開拓方向；與此相關的，集團將進入開發移動存儲產品的上一級原材料生產及銷售產業中，此產業在現今21世紀已被公認為除石油產業以外的第二大供不應求產業。

第三，本集團針對新收購的圖書版權資源，已開始啟動傳統出版外的新型出版銷售方式，例如電子圖書；與此同時，傳統影視製作方面也將保持發展規模並且尋求更高的拓展目標。

最後，本集團董事會及主要投資者會不斷探索新的發展機會，並且，現有規模開拓的步伐也將堅實前進。

本人借此機會僅代表董事會對所有股東及本集團之業務夥伴一直以來對本集團的全力支援表示感謝；尤其是對本集團主要投資者對本集團的業務大幅度開拓計劃的信任和 support，致以忠心謝意。在此，本人亦對本集團之管理層和員工在過往一年的努力不懈與齊心協力，深表感謝及讚賞。

陳平
主席

香港，二零零六年七月二十日

First of all, the Group will fully develop a new media network to secure a place in the age of new media while strengthening its key competitive edges. Over time, audience now using the new media will migrate to the main stream in the future, making the new media a popular media, marking the formation of a more forefront media. The development of new media will ultimately result in a complete integration of the traditional media platform and the new media platform, making them interactive, which in turn can create greater value and extended production chain.

Secondly, as for the recording media products, the Group will align to a new expansion direction for the businesses of mobile storage and chips development and production. In regard of this, the Group will enter into the industry of producing and selling upstream raw materials for the development of mobile storage products. This industry is recognized as the second large undersupply industry in the twenty-first century, ranking only behind the oil industry.

Moreover, with the resources of the newly acquired book titles, the Group has commenced its sales of publications in new formats, such as electronic books, in addition to its traditional publications. At the same time, the Group will maintain the scale of development for its traditional video production while pursuing a more distinguished objective of expansion.

Finally, the Board and key investors of the Group will continue to explore new development opportunities while driving the Group's existing expansion at a concrete momentum.

On behalf the Board, I would like to take this opportunity to extend my thanks to all shareholders and business partners of the Group for their continuous and devoted support; and especially to our major investors for their confidence and support for the Group's extensive expansion efforts. I would also like to express my gratitude and appreciation to our management and staff for their dedication and distinguished teamwork.

Chen Ping
Chairman

Hong Kong, 20 July 2006