



Chairman 主席
Whang Tar Choung 黃大椿

I am pleased to report that the Group had made further progress this year both in profitability and realisation of our business plan and strategy towards achieving our vision of becoming a premier food company in Hong Kong and the PRC with commensurate global high standards and quality.

本人欣然宣佈，本集團於本年度在盈利能力以及實現業務計劃及策略方面有所進展，逐漸達致本集團能具備環球認可之高水準和素質，並成為香港及中國之優秀食品公司的遠景。

We have over the past three years assiduously undertaken dedicated programmes for improvements in operations, financial and human resources to position our Group's core products in flour, edible oil and detergent for increasing market share, and getting our established brands better known in the market. This has progressed well and is now showing results. Timing is good and we are ready to move into our next phase of development for further growth and expansion. This, no doubt will be a challenging but an exciting and rewarding undertaking for us to embark on.

Financial Results

The Group had achieved a net profit attributable to shareholders of HK\$103 million for the financial year ended 30 June 2006, an increase of 58% from last financial year compared on a twelve-month basis. Basic earnings per share was HK\$0.42, an increase of 58% over HK\$0.27 reported last year.

The Board of Directors has proposed a final dividend of HK7 cents per share, which together with the interim dividend of HK6 cents already paid would result in a total dividend for the year of HK13 cents per share.

過去三年，本集團努力不懈地進行優化營運、財務及人力資源之提升計劃，藉此為本集團之核心產品，包括麵粉、食用油及清潔用品作出定位，務求使本集團之固有品牌增加市場知名度和市場份額。現時這些計劃進展理想，並且可以令本集團進一步增長及拓展。此舉無疑將為本集團帶來新的挑戰，但同時亦令本集團可獲得令人振奮的回報。

財務業績

本集團於截至二零零六年六月三十日止財政年度錄得股東應佔溢利港幣103,000,000元，按十二個月計算較上個財政年度增加58%；每股基本盈利為港幣0.42元，較去年港幣0.27元增加58%。

董事會擬派發末期股息每股港幣7仙，連同已派發之中期股息每股港幣6仙產生本年度總股息為每股港幣13仙。

Business Review

We have strengthened our management and delivered encouraging results in the following key areas:

- All business segments improved their operating results, in particular, the Food Segment with its operating profit growing by 90%.
- Sales volume of our six leading brands increased by 9%.
- Operating results of the Group's business in the PRC increased by 83%.
- Net operating profit to turnover increased to 5.5%.
- Net cash position of the Group increased by HK\$124 million from last year's net debt position.

Management has executed well its mandate to transform our business with emphasis more on high quality premium brands to meet the increasing and discerning demand by Chinese consumers. Our Food and Detergent businesses in PRC have successfully leveraged on their well-known quality brands and delivered the profit growth. The Group also managed to enhance further its operating productivity in selling, distribution, and administration to improve the overall operating results of all business segments.

Prospects

It is anticipated that the consumer demand in the PRC will continue as a major driving force for economic growth. Consumers and industry regulators are paying more attention to the quality of food and consumer products and their associated effect on health and general well-being. This is an encouraging trend for the long term development of the industry. We had earlier on prepared ourselves for this believing that consumers will be willing to spend more for quality and higher grade food products as consumers' wealth and standard of

業務回顧

就本集團致力加強其管理下，並在下列主要範疇均取得可觀業績：

- 所有業務分部之經營業績皆有所改善，尤其食品分部之經營溢利增長90%。
- 六大主導品牌之銷售量上升9%。
- 本集團於中國國內業務之經營業績上升83%。
- 經營溢利與營業額比率上升至5.5%。
- 本集團之現金上升港幣124,000,000元，由去年之淨負債狀況改善至年末的淨現金結存。

管理層成功執行其職責，將其業務重心集中在優質知名品牌，以迎合中國消費者對優質消費品與日俱增之需求。本集團於中國之食品及清潔用品業務已成功憑藉其知名優質品牌取得優勢，並帶來溢利增長。本集團亦已進一步提升其於銷售、分銷及行政之營運效益，令各分部業績全面得到進步。

展望

預期於中國國內之消費者需求繼續成為經濟增長之主要動力。消費者和業界監管機構更關注食品與消費品之品質及對健康和健康相關的影響力。此舉實為業界長遠發展中令人深感欣慰之趨勢。本集團相信，因生活日益富裕及生活水平逐漸提高，消費者更追求優質及高級食品產品，故本集團已預早為此作足準備。本集團全新推出之優質橄欖油

living progressively improve. Our newly rolled-out range of premium Olive Oil brands is well-received. This is encouraging and we aim to capture the benefits of such a trend both in our profitability and in our provision of high quality products to our customers.

We are watching closely the negative impacts of rising interest rates on consumer spending as well as, inflationary pressures on raw materials, financing, labour and energy costs. These factors will affect our pricing and margin besides having to face a competitive market scenario. However, we believe we can still do well in the growth of our business by keeping to our focus on being efficient in our productivity and getting the right products to the market especially in the premium segment to meet changing consumer taste and demands.

Our management will continue to deploy its marketing and branding strategies to benefit from the anticipated market opportunities. We will enhance further our operating and enterprise risk management to strengthen our control on costs and our distribution networks.

The business we are in is competitive but we are confident that given the right combination of good management, a strong balance sheet and our ability to anticipate market changing demands, we expect to make further progress in a fast growing PRC economy.

Appreciation

I would like to thank our shareholders, customers and suppliers as well as our business associates for their continuing support, and to express my sincere appreciation to my fellow directors, the management team and all staff members for their loyalty and hard work in contributing to improving consistently the performance of the Group.

By Order of the Board
WHANG Tar Choung
Chairman

Hong Kong, 28 August 2006

品牌系列深受歡迎。這對本集團起了鼓舞作用，而其亦旨在緊握有關趨勢為盈利能力及向客戶提供更優質產品所帶來之好處。

本集團密切監察借款利率上調對消費者之消費以及原料、融資、勞工及能源成本通脹壓力所構成之負面影響。該等因素除了令本集團面對競爭激烈之市場環境外，更可能對其定價及邊際利潤構成影響。然而，本集團深信，透過致力維持高效率之生產力，和在市場上(尤其是名牌分部)推出合適的品牌產品以迎合消費者瞬息萬變之品味與需求，本集團仍然可在業務增長中取得出色表現。

本集團管理層將繼續推行其市場推廣及品牌策略，務求在預期出現之市場機遇中獲益。本集團將進一步優化營運及企業風險管理，以加強成本控制及鞏固分銷網絡。

本集團的業務競爭激烈。然而，在優秀的管理層、穩健之資產負債表及本集團對市場上需求變化之預測能力配合得宜下，本集團充滿信心，在中國經濟迅速增長之中，取得進一步成就。

鳴謝

本人感謝股東、顧客、供應商及業務夥伴一直以來之支持，同時亦向各董事、管理層團隊及全體員工對本集團之忠誠及努力不懈地對持續提升本集團表現所作之貢獻致以最由衷的感謝。

承董事會命
 主席
黃大椿

香港，二零零六年八月二十八日