G-VISION INTERNATIONAL (HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)

(Stock code: 657)

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 31 MARCH 2007

The Board of Directors of G-Vision International (Holdings) Limited (the "**Company**") announces the audited consolidated results of the Company and its subsidiaries (the "**Group**") for the year ended 31 March 2007 together with comparative figures for the corresponding previous year, as follows:

CONSOLIDATED INCOME STATEMENT

FOR THE YEAR ENDED 31 MARCH 2007

	NOTES	**2007** *HK$'000*	2006 *HK$'000*
Turnover	2	**104,591**	105,334
Cost of sales		**(42,589)**	(42,779)
Gross profit		**62,002**	62,555
Other income		**1,734**	1,532
Restaurant operation expenses		**(53,478)**	(54,112)
Administrative expenses		**(11,411)**	(14,227)
Decrease in fair value of investment properties		**–**	(1,450)
Impairment loss recognised in respect of property, plant and equipment		**(1,879)**	–
Finance costs	3	**(921)**	(681)
Loss before taxation	4	**(3,953)**	(6,383)
Taxation	5	**–**	447
Loss for the year		**(3,953)**	(5,936)
Attributable to:			
Equity holders of the Company		**(3,938)**	(5,415)
Minority interests		**(15)**	(521)
		(3,953)	(5,936)
Loss per share			
Basic	6	**HK(0.8) cents**	HK(1.1) cents

CONSOLIDATED BALANCE SHEET

AT 31 MARCH 2007

	NOTES	2007 HK$'000	2006 HK$'000
Non-current assets			
Property, plant and equipment		**2,411**	4,610
Investment properties		**56,210**	56,210
Interests in associates		**–**	–
		58,621	60,820
Current assets			
Inventories		**4,266**	4,317
Trade and other receivables	7	**7,054**	6,841
Taxation recoverable		**133**	–
Pledged bank deposits		**919**	907
Bank balances and cash		**14,128**	14,377
		26,500	26,442
Current liabilities			
Trade and other payables	8	**10,414**	11,704
Amounts due to directors		**10,200**	7,650
Amounts due to minority shareholders		**281**	265
		20,895	19,619
Net current assets		**5,605**	6,823
Total assets less current liabilities		**64,226**	67,643
Non-current liabilities			
Loans from a related company		**20,777**	19,856
		43,449	47,787
Capital and reserves			
Share capital		**48,485**	48,485
Reserves		**(21,104)**	(16,781)
Equity attributable to equity holders of the Company		**27,381**	31,704
Minority interests		**16,068**	16,083
Total equity		**43,449**	47,787

NOTES:

1. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

In the current year, the Group has applied, for the first time, a number of new standards, amendments and interpretations (the "new HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"), which are effective for accounting periods beginning on or after 1 December 2005, 1 January 2006 or 1 March 2006. The adoption of the new HKFRSs has no material effect on how the results and financial position for the current or prior accounting periods have been prepared and presented. Accordingly, no prior period adjustment is required.

The Group has not early applied the following new standards, revisions, interpretations or amendments that have been issued by the HKICPA but are not yet effective. The Group has considered the potential impact of these standards, revisions, interpretations and amendments and anticipates the application of them will have no material impact on the results and financial position of the Group.

HKAS 1 (Amendment)	Capital disclosures
HKAS 23 (Revised)	Borrowing costs
HKFRS 7	Financial instruments: Disclosures
HKFRS 8	Operating segments
HK(IFRIC) – INT 8	Scope of HKFRS 2
HK(IFRIC) – INT 9	Reassessment of embedded derivatives
HK(IFRIC) – INT 10	Interim financial reporting and impairment
HK(IFRIC) – INT 11	HKFRS 2 – Group and treasury share transactions
HK(IFRIC) – INT 12	Service concession arrangements

2. BUSINESS AND GEOGRAPHICAL SEGMENTS

Business segments

For management purposes, the Group is currently organised into three main operating divisions – restaurant operations, environmental friendly paper tableware and property investment.

Segment information about these businesses is presented below.

Year ended 31 March 2007:

Consolidated income statement

	Restaurant operations	Environmental friendly paper tableware	Property investment	Consolidated
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
TURNOVER	**95,766**	**8,825**	**–**	**104,591**
RESULT				
Segment result	**1,369**	**(4,234)**	**(58)**	**(2,923)**
Unallocated corporate expenses				**(416)**
Interest income				**307**
Finance costs				**(921)**
Loss for the year				**(3,953)**

At 31 March 2007

Consolidated balance sheet

	Restaurant operations	Environmental friendly paper tableware	Property investment	Consolidated
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
ASSETS				
Segment assets	**10,497**	**3,347**	**56,210**	**70,054**
Unallocated corporate assets				**15,067**
Consolidated total assets				**85,121**
LIABILITIES				
Segment liabilities	**17,635**	**2,830**	**–**	**20,465**
Unallocated corporate liabilities				**149**
Amounts due to minority shareholders			**281**	**281**
Loans from a related company				**20,777**
Consolidated total liabilities				**41,672**

Other information

	Restaurant operationst HK$'000	Environmental friendly paper tableware HK$'000	Property investment HK$'000	Consolidated HK$'000
Capital additions	**423**	**805**	**–**	**1,228**
Depreciation	**1,273**	**332**	**–**	**1,605**
Allowance for doubtful debts	**–**	**275**	**–**	**275**
Impairment loss recognised in respect of property, plant and equipment	**–**	**1,879**	**–**	**1,879**

Year ended 31 March 2006

Consolidated income statement

	Restaurant operations HK$'000	Environmental friendly paper tableware HK$'000	Property investment HK$'000	Consolidated HK$'000
TURNOVER	95,681	9,653	–	105,334
RESULT				
Segment result	(499)	(3,150)	(1,523)	(5,172)
Unallocated corporate expenses				(780)
Interest income				250
Finance costs				(681)
Loss before taxation				(6,383)
Taxation				447
Loss for the year				(5,936)

At 31 March 2006

Consolidated balance sheet

	Restaurant operations *HK$'000*	Environmental friendly paper tableware *HK$'000*	Property investment *HK$'000*	Consolidated *HK$'000*
ASSETS				
Segment assets	10,455	5,413	56,210	72,078
Unallocated corporate assets				15,184
Consolidated total assets				87,262
LIABILITIES				
Segment liabilities	14,946	4,306	–	19,252
Amounts due to minority shareholders	–	–	265	265
Loans from a related company				19,856
Unallocated corporate liabilities				102
Consolidated total liabilities				39,475

Other information

	Restaurant operations *HK$'000*	Environmental friendly paper tableware *HK$'000*	Property investment *HK$'000*	Consolidated *HK$'000*
Capital additions	158	1,484	–	1,642
Depreciation	1,730	135	–	1,865
Allowance for doubtful debts	151	–	–	151
Decrease in fair value of investment properties	–	–	1,450	1,450

Geographical segments

The Group's operations are located in Hong Kong and other parts of the People's Republic of China (the "PRC"). The Group's restaurant operations are located in Hong Kong, while the property investment operations are located in the PRC. The environmental friendly paper tableware operations are located in both Hong Kong and the PRC.

An analysis of the Group's turnover by geographical market, irrespective of the origin of the goods/services, is as follows:

	Turnover	
	2007	2006
	HK$'000	*HK$'000*
Hong Kong	**98,795**	99,227
Others	**5,796**	6,107
	104,591	105,334

An analysis of the carrying amount of segment assets, and additions to property, plant and equipment, analysed by the geographical area in which the assets are located is as follows:

	Carrying amount of segment assets		**Additions to property, plant and equipment**	
	2007	2006	**2007**	2006
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Hong Kong	**10,786**	11,424	**423**	158
The PRC	**59,268**	60,654	**805**	1,484
	70,054	72,078	**1,228**	1,642

3. FINANCE COSTS

	2007	2006
	HK$'000	*HK$'000*
Interest on loans from a related company wholly repayable within five years	**921**	681

4. LOSS BEFORE TAXATION

	2007	2006
	HK$'000	*HK$'000*
Loss before taxation has been arrived at after charging:		
Directors' remuneration	**3,934**	5,929
Other staff costs, including retirement benefits costs	**28,567**	29,914
Other staff's share option benefits expenses	**–**	214
Total staff costs	**32,501**	36,057
Allowance for doubtful debts	**275**	151
Auditor's remuneration	**408**	408
Cost of inventories recognised as an expense	**42,589**	42,779
Depreciation	**1,605**	1,865
Loss on disposal of property, plant and equipment	**–**	2
and after crediting:		
Exchange gain	**534**	132
Gain on disposal of property, plant and equipment	**422**	–
Interest income	**307**	250

5. TAXATION

No provision for taxation has been made in the consolidated financial statements as the Company has no assessable profit for the year. No tax is payable for certain subsidiaries since the estimated assessable profit is wholly absorbed by tax losses brought forward. The taxation credit in the prior year was attributable to the Company and its subsidiaries and represented overprovision of Hong Kong Profits Tax in prior years.

6. LOSS PER SHARE

The calculation of basic loss per share is based on the loss for the year attributable to equity holders of the Company of HK$3,938,000 (2006: HK$5,415,000) and on the 484,853,527 shares (2006: 484,853,527 shares) in issue during the year.

No diluted loss per share is presented for both years since the exercise of share options would result in a decrease in the loss per share.

7. TRADE AND OTHER RECEIVABLES

Included in trade and other receivables are trade receivables of HK$1,950,000 (2006: HK$2,384,000). Most of the restaurant customers settle in cash and credit cards. The Group allows an average credit period of 60 days to other trade customers.

The following is an aged analysis of trade receivables, net of allowances, at the balance sheet date:

	2007	2006
	HK$'000	*HK$'000*
0 – 60 days	**1,911**	2,326
61 – 90 days	**13**	35
More than 90 days	**26**	23
	1,950	2,384

8. TRADE AND OTHER PAYABLES

Included in trade and other payables are trade payables of HK$4,616,000 (2006: HK$4,316,000). The following is an aged analysis of trade payables at the balance sheet date:

	2007	2006
	HK$'000	*HK$'000*
0 – 60 days	**3,480**	3,006
More than 60 days	**1,136**	1,310
	4,616	4,316

DIVIDEND

The Board has resolved not to declare any final dividend for the year ended 31 March 2007 (2006: Nil).

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Monday, 20 August 2007 to Wednesday, 22 August 2007 (both days inclusive) for the purpose of establishing entitlement of shareholders to attend and vote at the forthcoming Annual General Meeting of the Company. During this period no transfers of shares will be registered. All transfers accompanied by the relevant share certificates must be lodged with the Company's branch registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Hong Kong not later than 4:30 p.m. on Friday, 17 August 2007.

FINANCIAL REVIEW

For the year ended 31 March 2007, the Group recorded a consolidated turnover of approximately HK$104.6 million, representing a decrease of approximately HK$0.7 million or 0.7% compared to previous year. The decrease was mainly due to a decrease in turnover of approximately HK$0.8 million from the environmental friendly paper tableware business. The restaurant segment was still the largest contributor to turnover with revenue of approximately HK$95.8 million, slightly above the previous year's turnover of approximately HK$95.7 million.

The net loss for the year was approximately HK$4 million, a decrease of approximately HK$2 million compared to the previous year. The net loss of approximately HK$4.2 million from the environmental friendly paper tableware business and the finance costs of approximately HK$0.9 million were partially offset by an approximately HK$1.4 million gain from the restaurant operations.

The improvement in result of approximately HK$1.9 million for the restaurant operations was mainly attributable to higher margin and lower administrative expenses. The net loss for the environmental friendly paper tableware business increased by approximately HK$1.1 million to HK$4.2 million, due mainly to lower turnover and the impairment costs of approximately HK$1.9 million recorded following the plant relocation in January 2007. Due to the appreciation of Renminbi and the favorable property market situation, no adjustment was needed on the fair value of the Group's investment properties in the PRC for the year ended 31 March 2007 (for the year ended 31 March 2006: decrease in fair value of approximately HK$1.5 million).

REVIEW OF OPERATIONS

The Group's restaurant operations have benefited from the generally favorable economic environment in Hong Kong over the past year. The surge in the stock and property markets coupled with increasing number of tourists from Mainland China all helped to stimulate consumer expenditure in Hong Kong. This business segment continues to provide a stable source of revenue and remains the largest contributor to the turnover, generating approximately 92% of the Group's turnover for the year under review.

In the past year, performance of the Group's environmental friendly tableware business was adversely affected by the high plant operating costs as a result of the continuous rise in raw material and utility costs, shortage in labor, increased minimum wages and the appreciation of Renminbi. In order to remain competitive in the market and to lower the fixed costs for its production plant located in Dongguan, a series of restructuring and costs control measures were implemented including the relocation of the production plant and the suspension of certain high-cost production processes. The restructuring had resulted in the temporary suspension of production for two months from December 2006 and an impairment loss of fixed assets amounted to approximately HK$1.9 million was recorded accordingly. All these factors contributed to a decrease in the segment turnover and an increase in segment loss compared to the previous year.

LIQUIDITY AND FINANCIAL RESOURCES

The Group's cash and bank balances (including pledged bank deposits) amounted to approximately HK$15 million as at 31 March 2007. As the Group had no bank borrowings, the Group's gearing ratio was zero as at 31 March 2007 and 31 March 2006.

The Group has obtained loan facilities from a related company, Hover City Industrial Limited, which bear interest at 3% below the best lending rate quoted by a bank in Hong Kong. As at 31 March 2007, the sum drawn down by the Group was approximately HK$18.8 million (31 March 2006: HK$18.8 million), with accrued interests of approximately HK$2 million (31 March 2006: HK$1.1 million). The loans are repayable in one lump sum (including accrued interests) by 31 December 2008.

With the cash generated from the Group's operations in its ordinary course of business and the existing unutilised banking and credit facilities, the Board considers that the Group has sufficient working capital for its operations.

EXCHANGE EXPOSURE

As most of our sales, purchases, cash and bank balances were denominated in Hong Kong dollars, United States dollars and Renminbi during the year, the Group was not exposed to material foreign exchange risks.

PROSPECTS

The Group's restaurant operation is expected to continue its positive contribution to the Group, benefiting from the strong economic growth in Hong Kong and the increasing number of tourists from Mainland China and other parts of Asia. For the environmental friendly tableware business, the Group will strive to further lower its plant operating costs and will also actively seek for other new business opportunities. The Group aims to improve the overall results for this segment in the coming year through product diversification, development of new markets and alliance with potential strategic partners.

EMPLOYEES

At 31 March 2007, the Group had approximately 245 staff. Total staff costs including directors' emoluments amounted to HK$32.5 million (31 March 2006: HK$36.1 million) for the year under review.

Review of the employees' remuneration packages is normally conducted annually and as required from time to time. The salary and benefit levels of the Group's employees are competitive and individual performance is rewarded through the Group's bonus scheme. Other benefits including medical coverage and Mandatory Provident Fund Scheme are also provided to employees.

PURCHASE, SALE OR REDEMPTION OF SHARES

There was no purchase, sale or redemption of the Company's shares by the Company or any of its subsidiaries during the year.

CODE ON CORPORATE GOVERNANCE PRACTICE

The Company has applied the principles and complied with the code provisions set out in the Code on Corporate Governance Practices contained in Appendix 14 (the "CG Code") of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") throughout the year ended 31 March 2007 except for Code provision A.2.1 in respect of the role separation of the chairman and the chief executive officer and Code provision A.4.1 in respect of the service term of non-executive directors.

Code provision A.2.1 sets out that the roles of the chairman and the chief executive officer should be separate and should not be performed by the same individual. Currently, Mr. Cheng Hop Fai assumes the role of both the Chairman and the Managing Director of the Company. The Board considers that such arrangement will not result in undue concentration of power and is, at this stage, conducive to the efficient formulation and implementation of the Group's strategies thus allowing the Group to develop its business more effectively.

Code A.4.1 stipulates that non-executive directors should be appointed for a specific term, subject to re-election. The independent non-executive directors of the Company with the exception of Ms. Kan Lai Kuen, Alice are not appointed for a specific term. This constitutes a deviation from Code provision A.4.1. However, as all the independent non-executive directors of the Company are subject to retirement by rotation at the annual general meetings of the Company in accordance with the Company's Bye-laws, in the opinion of the directors, this meets the objective of the CG Code.

AUDIT COMMITTEE

The audit committee which comprises the three independent non-executive directors of the Company has reviewed with management and approved the consolidated accounts for the year ended 31 March 2007.

ANNUAL REPORT

The Annual Report 2006-7 containing all the information required by the Listing Rules will be published on the websites of the Company and the Stock Exchange.

ACKNOWLEDGEMENTS

I would like to express my gratitude to the management and staff members of the Group for their dedication and invaluable efforts and contributions to the Group during the year.

By Order of the Board
Cheng Hop Fai
Chairman

Hong Kong, 24 July 2007

As at the date of this announcement, the Board of Directors of the Company comprises Mr. Cheng Hop Fai, Mrs. Cheng Kwok Kwan Yuk, Ms. Cheng Pak Ming, Judy and Miss Cheng Pak Man, Anita as Executive Directors, Mr. Mark Yiu Tong, William, Mr. Law Toe Ming and Ms. Kan Lai Kuen, Alice as Independent Non-Executive Directors.