永 恩 國 際 集 團 有 限 公 司
PRIME SUCCESS INTERNATIONAL GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 210)

ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2004

The board of directors (the "Board") of Prime Success International Group Limited (the "Company") is pleased to announce the audited consolidated results of the Company and its subsidiaries (collectively referred to as the "Group") for the year ended 31 December 2004, together with the comparative figures as follows:

	Note	**2004** *HK$'000*	2003 *HK$'000*
Turnover	*2*	**1,788,539**	1,407,007
Cost of sales		**(1,104,010)**	(988,604)
Gross profit		**684,529**	418,403
Other revenues		**8,207**	6,212
Selling and distribution expenses		**(325,518)**	(205,739)
General and administrative expenses		**(130,323)**	(111,067)
Operating profit		**236,895**	107,809
Finance costs		**(3,085)**	(5,780)
Share of results of an associated company		**256**	230
Profit before taxation		**234,066**	102,259
Taxation	*3*	**(53,069)**	(15,444)
Profit after taxation		**180,997**	86,815
Minority interests		**(4,777)**	(3,880)
Profit attributable to shareholders		**176,220**	82,935
Dividends	*4*	**55,566**	38,657
Earnings per share	*5*		
– basic		**HK11.33 cents**	HK5.51 cents
– diluted		**HK11.07 cents**	HK5.50 cents

Notes:

1. **Basis of preparation**

   The accounts have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The term of HKFRS is inclusive of all Statements of Standard Accounting Practice ("SSAP") and Interpretations issued by the HKICPA. The accounts have been prepared under the historical cost convention as modified by the revaluation of certain land and buildings, plant and machinery, investment securities and trading investments.

   The HKICPA has issued a number of new and revised HKFRS and Hong Kong Accounting Standards ("new HKFRSs") which are effective for accounting periods beginning on or after 1 January 2005. The Group has not early adopted these new HKFRSs in the accounts for the year ended 31 December 2004. The Group has already commenced an assessment of the impact of these new HKFRSs but is not yet in a position to state whether these new HKFRSs would have a significant impact on its results of operations and financial position.

2. Segment information

(a) Business segments

The Group is organised into two main business segments, namely Brand products and Original-Equipment Manufacturing ("OEM") products. The analysis of the Group's turnover and results by business segments is as follows:

	2004			2003		
	Brand business	**OEM business**	**Group**	Brand business	OEM business	Group
	HK$'000	***HK$'000***	***HK$'000***	*HK$'000*	*HK$'000*	*HK$'000*
Turnover	1,066,815	721,724	1,788,539	649,151	757,856	1,407,007
Segment results	164,973	66,083	231,056	53,620	46,811	100,431
Income derived from an unlisted investment			3,000			3,000
Unrealised gains on forward exchange contracts			5,823			4,465
Unallocated revenues			259			1,116
Unallocated costs			(3,243)			(1,203)
Operating profit			236,895			107,809

(b) Geographical segments

The Group's operations are divided into two main geographical areas, the United States of America (the "US") and the People's Republic of China (the "PRC"). In presenting information on the basis of geographical segments, segment turnover is based on the geographical location of customers as follows:

	2004	2003
	HK$'000	*HK$'000*
The PRC	**1,066,815**	649,151
The US	**698,891**	731,058
Others	**22,833**	26,798
	1,788,539	1,407,007

3. Taxation

	2004	2003
	HK$'000	*HK$'000*
Current taxation		
– Taxation outside Hong Kong	**58,323**	14,594
– (Over)/Under provision in prior years	**(303)**	3,125
Deferred taxation	**(5,020)**	(2,337)
	53,000	15,382
Share of taxation attributable to an associated company	**69**	62
	53,069	15,444

No provision for Hong Kong profits tax has been made in the accounts as the Group does not have any assessable profit arising in Hong Kong. Taxation on profits arising outside Hong Kong has been calculated on the estimated assessable profit for the year at the rates of taxation prevailing in the countries/places in which the Group operates.

Certain subsidiaries of the Company operating in the PRC are eligible for certain tax exemptions and concessions including tax holiday and reduced enterprise income tax rate. Accordingly, PRC enterprise income tax for such subsidiaries has been provided after taking account of these tax exemptions and concessions.

4. Dividends

	2004	2003
	HK$'000	*HK$'000*
Interim dividend, paid, of HK1.5 cents (2003: HK1.0 cent) per ordinary share	**23,368**	15,289
Final dividend, proposed, of HK2.0 cents (2003: HK1.5 cents) per ordinary share	**32,198**	23,368
	55,566	38,657

The final dividend proposed after the balance sheet date has not been recognised as a liability at the balance sheet date but will be reflected as an appropriation of retained profits for the year ending 31 December 2005.

5. Earnings per share

The calculations of basic and diluted earnings per share are based on the Group's profit attributable to shareholders of approximately HK$176,220,000 (2003: HK$82,935,000). The basic earnings per share is based on the weighted average number of 1,555,791,014 (2003: 1,504,118,411) ordinary shares in issue during the year.

The diluted earnings per share for the year ended 31 December 2004 is based on 1,591,898,622 (2003: 1,507,682,404) ordinary shares which is the weighted average number of ordinary shares in issue during the year plus the weighted average number of 36,107,608 (2003: 3,563,993) ordinary shares deemed to be issued at no consideration if all outstanding options had been exercised.

BUSINESS REVIEW

Driven by the strong growth in sales in the PRC and steady performance of export sales, the Group's turnover surged by 27.1% to HK$1,788,539,000 during the year (2003: HK$1,407,007,000).

Profit attributable to shareholders increased by 112.5% to HK$176,220,000 (2003: HK$82,935,000). The higher profit margins of the sales in the PRC and enhanced economies of scale were the main reasons behind the Group achieving higher growth in profit than in turnover. Basic earnings per share was HK11.33 cents (2003: HK5.51 cents).

OEM Business

One of the Group's core business segments, OEM business recorded steady performance during the year. Its turnover decreased slightly by 4.8% to HK$721,724,000 (2003: HK$757,856,000), which accounted for 40.4% of the Group's total turnover. The decrease in turnover was mainly due to the Group's decision to direct more resources to boosting its brand business, which enjoyed higher profitability, in a bid to foster the Group's overall business growth. Although raw material prices increased by around 2% during the year, through implementing various cost control measures and striving to secure more orders with higher profit margins, the operating profit of the Group's OEM business increased by 41.2% to HK$66,083,000 (2003: HK$46,811,000). During the year, the Group started receiving orders from Europe, while the U.S. remained as its major overseas export market.

Though raw material prices are expected to continue on a mild upward trend in the short term, the Group which only produces upon receipt of orders is able to respond more effectively to the price fluctuation. This enables the Group to better control production costs while maintaining reasonable profitability.

Brand Business

The Group managed three brands including its own-brand – "Daphne" ladies' footwear, the new own-brand – "Shoebox" footwear and the "Adidas – Original Collection" products. Turnover of brand business increased by 64.3% to HK$1,066,815,000 (2003: HK$649,151,000), constituting 59.6% of the Group's total turnover. During the year, sales from "Daphne" increased by 52.0% to HK$986,878,000, making up 55.1% of the Group's total turnover (2003: HK$649,151,000). Sales from “Shoebox” was HK$12,190,000, accounting for 0.7% of the total turnover. Sales from the “Adidas – Original Collection” business reached HK$67,747,000, constituting 3.8% of the total turnover.

“Daphne” – Own-Brand Ladies’ Footwear Business
As the Chinese economy continues to grow, market demand for consumer goods follows to increase. That and the growing spending power of female consumers have created a female footwear market laden with growth potential. “Daphne” business recorded a high growth in the year at the Group’s effort to expand its sales and distribution network, and increase sales per store to enhance cost effectiveness. At the end of 2004, “Daphne” had more than 1,500 selling points in the PRC (including 725 specialty stores and 297 counters), 283 more compared to 2003 (2003: 500 specialty stores and 239 counters).

The success of “Daphne” was not only attributable to the Group’s extensive sales and distribution network, but also rested on the well-established position of the brand and effective brand marketing strategy. Leveraging the recognized brand name of “Daphne” and heeding the strong consumption power of teenagers, the Group started to launch a new separate outlet chain – “Daphne D18” for Daphne’s young collection, targeting female customers aged between 15 and 25. With other product lines of Daphne as “Daphne 28” targeting female customers aged between 26 and 50, the addition of the new outlet chain will enrich the brand and enable the Group to expand its customer base and increase its share in the ladies’ footwear market in the PRC.

“Shoebox” – New Own-Brand Footwear Business
Seize the mass market of footwear in the PRC, the Group launched a new brand – “Shoebox” in May 2004. Through opening “Shoebox” mega stores, some of which located inside chain hypermarkets like “Carrefour” and “Hymall” etc., the Group has broadened its income base.

By the end of 2004, “Shoebox” had 21 mega stores opened in cities including Beijing, Shanghai, Wuhan, Yangzhou and Suzhou. Though the business is still in its development stage, market response has been better than expected, pointing to huge potential in the high quality low-priced footwear market in the PRC.

Adidas – Original Collection Business
In the past, the Group has been managing the business by appointing agent to operate the “Adidas – Original Collection” business. In 2004, the business of the “Adidas – Original Collection” entered into a more established stage and the Group stepped up expanding this business on its own to boost revenue.

To capture the ever-rising demand for athletic and casual footwear products and apparel of prestigious brands in the PRC, the Group opened 5 more specialty stores during the year, bringing the total number of stores to 8 by the end of 2004. The number of “Adidas – Original Collection” counters also increased from 12 to 30. These selling points are located in major cities including Shanghai, Beijing and Guangzhou.

Development of Infrastructure
During the year, the Group set up two production plants in Fujian and Jiangsu. In addition, the Group’s production facilities in Anhui commenced extensive manufacturing operations during the year with the current utilisation rate of approximately 60%, indicating they have sufficient capacities to cater to massive new orders. Two new production lines were added to the production facility in Anhui, and two more would be installed in 2005. Moreover, the Group completed the construction of its logistics centre in Shanghai with a total capital investment of approximately HK$12,000,000. To further reduce warehousing, transportation and freight costs, the Group will open more logistics centres in the coming year. The constructions of the logistics centres in Beijing and Fujian are

expected to be completed in 2005, and those in Shenyang, Guangdong and Chengdu are estimated to be completed by 2006. The Group's goal is to build a sales and distribution network with nation-wide coverage in the PRC.

FINANCIAL REVIEW

Results Performance

For the year ended 31 December 2004, the Group's turnover increased by 27.1% over the previous year (2003: HK$1,407,007,000) to reach HK$1,788,539,000. Profit attributable to shareholders amounted to HK$176,220,000 (2003: HK$82,935,000), representing an increase of 112.5% as compared with the previous year. Gross profit margin increased to 38.3% from 29.7% last year, while net profit margin surged to 9.9% from 5.9% last year. These outstanding results were mainly attributable to the Group's proactive efforts in expanding its sales and distribution business in the PRC and maintaining a steady export business, while implementing stringent cost control.

During the year, basic earnings per share of the Group was approximately HK11.33 cents, representing approximately 2.1 folds of that of last year. The board of directors recommended the payment of a final dividend of HK2.0 cents per share for the year ended 31 December 2004. Together with the interim dividend of HK1.5 cents per share, the total dividends for the year would amount to HK3.5 cents.

Liquidity and Financial Resources

As at 31 December 2004, the Group maintained a healthy cash level with cash and cash equivalents of HK$126,893,000 (2003: HK$146,680,000) and unutilized banking facilities of HK$69,577,000 (2003: HK$54,384,000). The Group's current ratio, being the proportion of total current assets against total current liabilities, maintained at a stable level of 1.63 in 2004 compared to 1.64 in 2003.

As a result of the remarkable profit generated from operation, total debt to equity ratio as at 31 December 2004 was 0.93 compared to 0.94 last year, which was calculated by dividing total liabilities of HK$495,050,000 (2003: HK$378,151,000) by the total shareholders' equity of HK$534,514,000 (2003: HK$402,910,000).

Reflecting continuous improvement in the quality of the Group's assets, the gearing ratio of the Group decreased from 27.4% to 18.4% as at 31 December 2004. Computation of the gearing ratio was based on the total borrowings of HK$98,527,000 (2003: HK$110,313,000) divided by shareholders' equity of HK$534,514,000 (2003: HK$402,910,000).

All of the bank borrowings as at 31 December 2004 were short-term in nature, repayable within one year and were denominated in New Taiwanese dollars, US dollars, Renminbi and Hong Kong dollars. Interest on these bank borrowings was charged based on fixed rates.

Treasury Policies

It is the Group's treasury management policy not to engage in any highly leveraged or speculative derivative products. In this respect, the Group continued to adopt a conservative approach to financial risk management working towards decreasing its gearing position. The Group's monetary assets, liabilities and transactions are primarily denominated in Hong Kong dollars, Renminbi, US dollars and New Taiwanese dollars. During the year, the Group entered into forward foreign exchange contracts to hedge its foreign currencies against fluctuations in exchange rates. As at 31 December 2004, the Group had commitments amounting to HK$475,332,000 (2003: HK$230,100,000) in respect of forward foreign exchange contracts entered into with banks in the PRC and Taiwan.

Contingent Liabilities

As at 31 December 2004, the Group had no significant contingent liabilities.

Significant Capital Investments
During the year, the Group invested approximately HK$21,892,000 in establishing logistics centres in Shanghai, Beijing, Shenyang, Fujian, Guangdong and Chengdu. The construction of the logistics centre in Shanghai was completed in 2004, while the remaining logistics centres are expected to be completed in 2005 and 2006 respectively. The Group also set up a manufacturing plant in Fujian and a processing plant in Jiangsu during the year at registered capitals of HK$23,400,000 and HK$2,820,000 respectively. In addition, during the year, the Group planned to renovate certain regional offices in the PRC at a total estimated expenditure of HK$47,800,000.

The Group expects all the above investments will be financed by internal resources and short-term bank borrowings.

Human Resources
As at 31 December 2004, the Group had over 19,000 employees in Hong Kong, Taiwan and the PRC. Staff expenditure during the year ended 31 December 2004 was HK$295,832,000 (2003: HK$241,559,000). The Group recognizes the importance of human resources for sustaining its strong growth and as a result, it ensures that employee remuneration is maintained at competitive levels complemented by performance-based bonuses, retirement pension contribution and share options.

During the year, the Group granted 80,000,000 share options to its employees.

PROSPECTS

OEM Business
As the economic outlook in the U.S. remains positive, the Group expects a steady growth in its OEM business in the coming year, with a high single digit or low double-digit sales growth rate as its goal. The U.S. market will remain as the Group's largest export market in the coming year, and the Group will strive to secure new customers and orders with higher profit margins as well as actively expanding other overseas markets such as Europe and Japan.

Brand Business
The Group will continue to expand the sales network of "Daphne" to effect further penetration of the market by the brand and commit more resources to brand promotion. One of the strategies is to consider making a film associated with the "Daphne" brand. The film will help to strengthen consumer recognition of the "Daphne" brand and boost its value. Besides, the Group opened its first "Daphne D18" specialty store in April 2005. It aims to increase the number of "Daphne D18" specialty stores to 20 by the end of 2005. To effectively expand into the young ladies footwear market, the Group appointed a young pop music band "S.H.E" as "Daphne D18" brand spokespersons.

The fact that 70% of the population in the PRC belongs to the low-income group reflects the ever-rising demand for diverse footwear products at reasonable prices. This translates into huge market opportunities for "Shoebox". During the two years' expansion period of this year and the next, the Group will embark on expanding the sales network of "Shoebox", opening more mega stores and extending the brand's market coverage to second and third tier cities. The aim of these moves is to expand the Group's customer base and achieve continuous business growth. In the absence of mega stores of similar nature in the market, "Shoebox" stands out as one of the few brands managed to provide a comfortable shopping environment, reasonably priced products and high quality services in the sector. The management has confidence in the future development of this business segment.

To seize the immense opportunities arising from the 2008 Beijing Olympics, the Group plans to accelerate the expansion of the "Adidas – Original Collection" specialty outlets to open not less than 50 stores every year, bringing the total number to 300 in 2008. With this mega sports event boosting the demand for athletic and casual footwear and apparel of prestigious brands, the Group looks forward to reaping considerable business returns.

Development of Infrastructure

The Group has no other significant capital investment plans apart from the construction of logistics centres. With China sustaining a promising economic outlook, the Group is planning to optimize its well-established sales and distribution network to aid the diversification of its brands and product ranges. It intends to grow its core businesses through introducing new brands and other consumer products.

In 2004, the Group started implementing an Enterprise Resources Planning system (the "ERP") to help it improve and speed up the financial and management reporting process. The more effective use of resources by the Group has resulted in enhanced profitability. As at 31 December 2004, the second phase of the project has been completed, allowing the Group to realise linkage of selling points in certain cities and integration of the Group's Warehouse Management System and Point-of-sale System. The Group will commence the third phase of the project expanding application of the ERP system to the sales network of other distribution points. The full implementation of the system is scheduled to be completed on or before the end of 2005.

The persistent outstanding performance of the Group is the result of the hard work and dedication of all our employees. Adhering to this empowering corporate culture, the management will strive to bring the Group's businesses to new heights and generate satisfactory returns to shareholders.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from 20 May 2005 to 25 May 2005, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for attending the forthcoming annual general meeting, all completed transfer forms accompanied by the relevant share certificates must be lodged with the Company's registrar in Hong Kong, Secretaries Limited at G/F, Bank of East Asia Harbour View Centre, 56 Gloucester Road, Wanchai, Hong Kong no later than 4:00 p.m. on 19 May 2005.

DIVIDENDS

The board of directors recommends a final dividend of HK2.0 cents per share (2003: HK1.5 cents) for the year ended 31 December 2004. Together with the interim dividend of HK1.5 cents per share already paid, the total dividends for the year ended 31 December 2004 will amount to HK3.5 cents per share (2003: HK2.5 cents). Subject to shareholders' approval of the final dividend at the Company's forthcoming annual general meeting, payment of the dividend will be made on 15 June 2005 to shareholders registered on 20 May 2005.

COMPLIANCE WITH THE CODE OF BEST PRACTICE OF THE LISTING RULES

Throughout the year, the Company was in compliance with the Code of Best Practice as set out in Appendix 14 of the Rules Governing the Listing of Securities ("Listing Rules") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"), which was in force prior to 1 January 2005 except that the independent non-executive directors of the Company were not appointed for a specific term and they are subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the provisions of the Company's Articles of Association.

AUDIT COMMITTEE

The Audit Committee comprises three independent non-executive directors. The Audit Committee 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 accounts for the year ended 31 December 2004.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S SHARES

During the year ended 31 December 2004, the Company did not redeem any of its shares and neither the Company nor any of its subsidiaries had purchased or sold any of the Company's shares.

PUBLICATION OF DETAILED RESULTS ON THE STOCK EXCHANGE'S WEBSITE

An annual report of the Company containing all the information required by paragraph 45(1) to 45(3) of Appendix 16 of the Listing Rules, in force prior to 31 March 2004, which remains applicable to results announcements in respect of accounting periods commencing before 1 July 2004 under the transitional arrangement, will be published on the website of the Stock Exchange in due course.

DIRECTORS OF THE COMPANY AS AT THE DATE OF THIS ANNOUNCEMENT

Executive Directors:
Chen Ying-Chieh
Chen Hsien Min
Chang Chih-Kai

Independent Non-executive Directors:
Huang Shun-Tsai
Kuo Jung-Cheng
Hsiao Hsi-Ming

By Order of the Board
Prime Success International Group Limited
CHEN Ying-Chieh
Chairman

Hong Kong, 22 April 2005

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the annual general meeting of the Company will be held at Ballroom, Level 3, JW Marriott Hotel Hong Kong, One Pacific Place, 88 Queensway, Hong Kong, on Wednesday, 25 May 2005 at 2:30 p.m. for the following purposes:–

1. To receive and consider the audited accounts and the reports of the Directors and auditors for the year ended 31 December 2004;

2. To declare a final dividend for the year ended 31 December 2004;

3. To re-elect Directors and to fix the remuneration of Directors;

4. To re-appoint auditors and to authorise the Directors to fix their remuneration;

5. To consider and, if thought fit, pass with or without amendments, the following resolutions as ordinary resolutions:–

   A. "THAT:

      (a) subject to paragraph (b) below, the exercise by the board of directors of the Company ("**Directors**") during the Relevant Period (as hereinafter defined) of all the powers of the Company to repurchase shares of HK$0.10 each in the capital of the Company on The Stock Exchange of Hong Kong Limited (the **"Stock Exchange**") or on any other stock exchange on which the securities of the Company may be listed and recognised by the Securities and Futures Commission of Hong Kong and the Stock Exchange for this purpose under the Hong Kong Code of Share Repurchase, subject to and in accordance with all applicable laws and the requirements of the Rules Governing the Listing of Securities on the Stock Exchange or of any other stock exchange as amended from time to time, be and is hereby generally and unconditionally approved;

      (b) the aggregate nominal amount of shares of the Company which the Directors are authorised to repurchase pursuant to the approval in paragraph (a) above shall not exceed 10% of the aggregate nominal amount of the share capital of the Company in issue as at the date of this Resolution, and the approval shall be limited accordingly; and

      (c) for the purposes of this Resolution, "Relevant Period" means the period from the passing of this Resolution until whichever is the earliest of:

         (i) the conclusion of the next annual general meeting of the Company;

         (ii) the expiration of the period within which the next annual general meeting of the Company is required by law or the Articles of Association of the Company to be held; and

         (iii) the date on which the authority set out in this Resolution is revoked or varied by an ordinary resolution of the shareholders in general meeting of the Company."

   B. "THAT:

      (a) subject to paragraph (c) below, the exercise by the Directors during the Relevant Period (as hereinafter defined) of all the powers of the Company to allot, issue and deal with additional shares of HK$0.10 each in the capital of the Company and to make or grant offers, agreements and options (including bonds, warrants and debentures convertible into shares of the Company) which would or might require the exercise of such power be and is hereby generally and unconditionally approved;

(b) the approval in paragraph (a) above shall authorise the Directors during the Relevant Period (as hereinafter defined) to make or grant offers, agreements and options (including bonds, warrants and debentures convertible into shares of the Company) which would or might require the exercise of such power after the end of the Relevant Period;

(c) the aggregate nominal amount of share capital allotted or agreed conditionally or unconditionally to be allotted (whether pursuant to an option or otherwise) and issued by the Directors pursuant to the approval in paragraph (a) above, otherwise than pursuant to (i) a Rights Issue (as hereinafter defined); (ii) an issue of shares as scrip dividends pursuant to the Articles of Association of the Company from time to time; or (iii) an issue of shares under any share option scheme or similar arrangement for the time being adopted for the grant or issue of shares or rights to acquire shares of the Company, shall not exceed 20% of the aggregate nominal amount of the issued share capital of the Company as at the date of passing this Resolution, and the approval shall be limited accordingly; and

(d) for the purpose of this Resolution,

"Relevant Period" means the period from the passing of this Resolution until whichever is the earliest of:

(i) the conclusion of the next annual general meeting of the Company;

(ii) the expiration of the period within which the next annual general meeting of the Company is required by law or the Articles of Association of the Company to be held; and

(iii) the date on which the authority set out in this Resolution is revoked or varied by an ordinary resolution of the shareholders in general meeting of the Company; and

"Rights Issue" means an offer of shares open for a period fixed by the Directors to the holders of shares of the Company on the register on a fixed record date in proportion to their then holdings of such shares as at that date (subject to such exclusions or other arrangements as the Directors may deem necessary or expedient in relation to fractional entitlements or having regard to any restrictions or obligations under the laws of, or the requirements of any recognised regulatory body or any stock exchange in, any territory outside Hong Kong applicable to the Company)."

C. "THAT subject to the passing of Resolutions No. 5A and No. 5B set out in the notice convening this meeting, the general mandate granted to the Directors to allot, issue and deal with additional shares pursuant to Resolution No. 5B set out in the notice convening this meeting be and is hereby extended by the addition thereto of an amount representing the aggregate nominal amount of shares in the capital of the Company repurchased by the Company under the authority granted pursuant to Resolution No. 5A set out in the notice convening this meeting, provided that such amount of shares so repurchased shall not exceed 10% of the aggregate nominal amount of the issued share capital of the Company as at the date of passing of the Resolution No. 5A." and;

6. To transact any other business.

By Order of the Board
Prime Success International Group Limited
IP Ching Bun Ben
Company Secretary

Hong Kong, 22 April 2005

"Please also refer to the published version of this announcement in The Standard."