



Chairman's Address for the Annual General Meeting

Ladies and Gentlemen, thank you for joining us today at this, the second Annual General Meeting of Sunbridge Group Ltd as we report to you on the company's results and our future prospects.

This second Annual General Meeting marks a year of further development and consolidation for Sunbridge's Pandist and Agueseadan brands as we pursue our strategy of acquiring franchised outlets. We believe that this strategy will provide more effective management and better margins, and combined with our ongoing program of store upgrades will give customers a premium shopping experience while also improving our brand recognition.

During the past year Sunbridge's turnover was \$84.2 million, a 6% gain on the previous year and achieved in a very competitive market. While profit was down, this was a direct result of the \$4.2 million we invested to increase our number of self-owned stores from 5 to 71, along with \$6.3 million outlaid on store renovations and upgrades.

During the past year the value of our China-based assets reflected an exchange gain of \$4.2 million.

Importantly Sunbridge continues to have a very strong cash and cash equivalent reserves of \$29.3 million, which we consider to be prudent and responsible.

We look forward to the address in a moment on the present and future development of the company by the founder and CEO Mr. Xu, who has been the driving force behind the consistent growth and success of Sunbridge for the past eleven years.

Mr. Xu and his team are now housed in our beautiful new headquarters and they continue to provide great drive and passion in developing the company and our trusted brands.

We also congratulate Mr. Xu, who during the past year won important Chinese national awards in recognition of his management capabilities.

My fellow directors and I are committed to operating with the highest standards of corporate governance and to ensuring that the Sunbridge Group has all appropriate policies and procedures in place.

We also welcome our new director, Mr Benny Qiu, and the appointment of Ms Susan Zhang, who is based in Sydney as our company's Chief Financial Officer.

The support of our shareholders is appreciated and we look forward to reporting on the company's future performance.

It now gives me great pleasure to introduce the founder and CEO of the company, Mr. Xu.