

The Hong Kong Capital Markets Association
2006 Annual General Meeting
Annual Accounts of HKCMA for the year ended 31st March 2006

Dear Chairman, Ladies and Gentlemen,

The Treasurer would like to report that the financial result of the HKCMA for the year ended 31st March 2006 posted a surplus of HK\$55,711. It is the 2nd consecutive year that the Association reported a surplus since 2004, though the surplus has been reduced from last year's record high of HKD185,716.

During the year 2005, the Association has continued its effort in organizing various functions, including investor education seminars for the general public, as well as luncheon function and the golf day for our members. Worth mentioning is the successful launch of the seminar which attracted generous sponsorship totaling HKD150,000, contributing a net surplus of HKD73,419 to the Association. The Association's other functions were also delivered with slight surplus being recognized.

After all, the Association's Accumulated Fund stood at HKD595,558 as of 31st March 2006. Over 95% of the Association's assets were in the form of cash deposits. The financial position of the Association is very healthy.

This ends the treasurer's report. Thank you very much.

Kenny Lam
DBS Bank Limited Hong Kong Kong Branch

Treasurer
The Hong Kong Capital Markets Association
19 May 2006