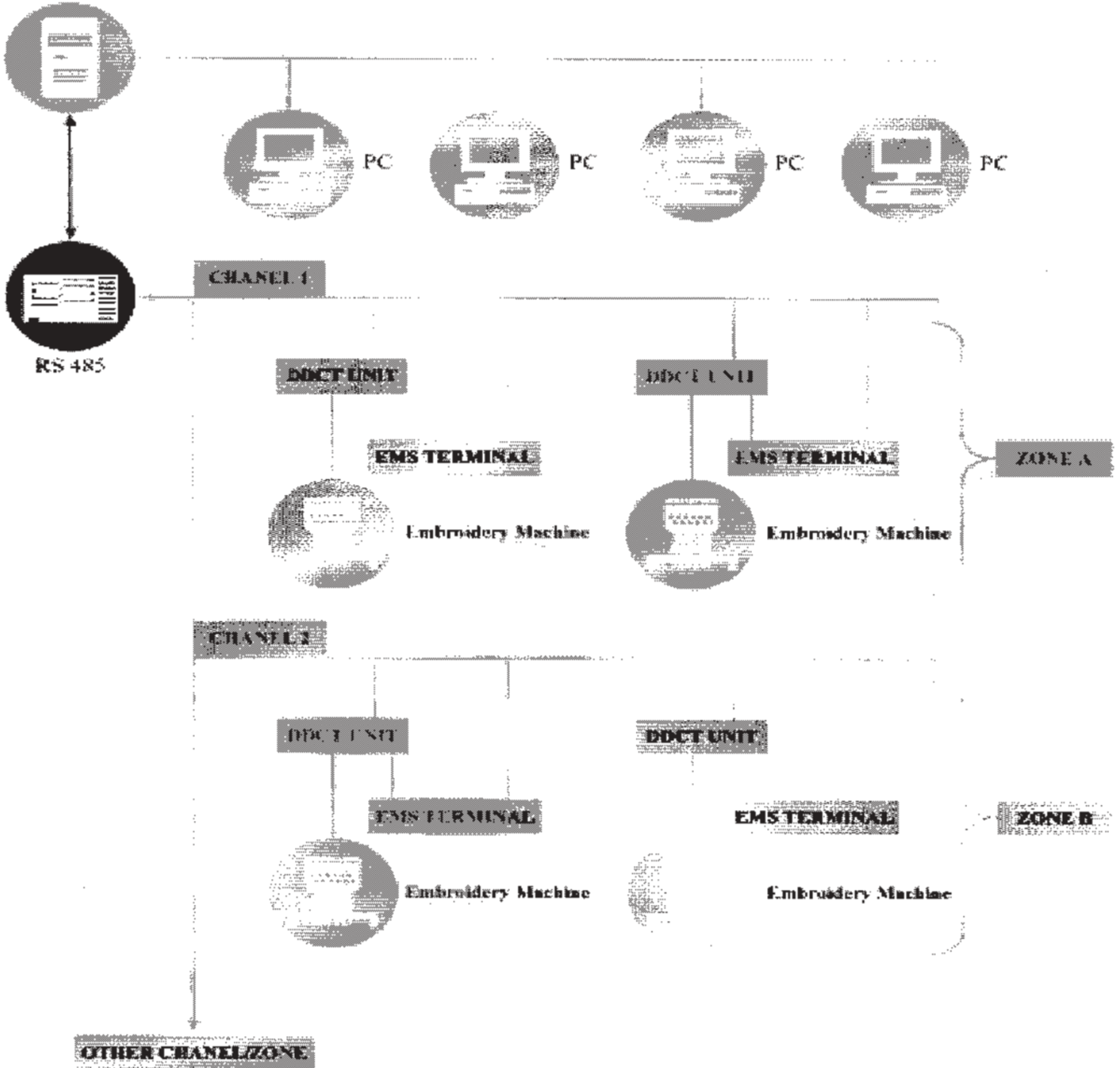


4 INFORMATION ON THE COMPANY (Cont'd)

The workflow of GPRO EMS can be depicted as follows:-

GPRO-EMS IN OPERATION



4 INFORMATION ON THE COMPANY (Cont'd)

Strengths of GPRO EMS

The strengths of G.PRO EMS are as follows:-

(i) On-line machine operating status monitoring

The on-line monitoring of machine operating status may facilitate the management to make appropriate decisions to ensure smooth operation of machines at all times. This improves productivity and efficiency.

(ii) Highlight exceptional situations in production floor which require urgent attention

G.PRO EMS can highlight exceptional situations in the production floor, which requires urgent attention for example identification of unusual high frequency of thread-breakage and needle-breakage that cause machine down time and hence lost revenues.

(iii) Enhances efficiency of machine operators and maintenance technician

The software maintains a database of events, which eventually highlights the performance of each operator to the management, allowing the company to manage its resources more efficiently.

(iv) Machine performance analysis and maintain a history of machine performance

The G.PRO EMS can detect and show the machine status as follows:-

- (a) Run on status;
- (b) Frame change status;
- (c) Preparation status;
- (d) Appliqué status;
- (e) Thread Breakage Status;
- (f) Needle Breakage Status; and
- (g) Bar Switch Status.

One can also view the speed (rpm) of the machine running and the article it is currently stitching.

As such, performance analysis reports (daily, weekly or monthly) of each machine can be generated.

(v) Eliminates traditional filing system

Information about Embroidery pattern specification can be stored digitally in GPRO EMS's tape information database, presenting them in the long term reports and trend analysis.

4 INFORMATION ON THE COMPANY (Cont'd)

c) ERP

The existing version of the Group's ERP system called GARMATE ERP System is developed under Informix platform. It is Window-based and specially designed and developed for textile and apparel manufacturing industry, both front end and back end offices. GARMATE ERP System is comprehensive and scalable. GARMATE ERP System comprises the following modules:-

Module	Functions
(i) Buyer Order Management	<ul style="list-style-type: none"> • Handle both confirmed and non-confirmed orders; • Manage quotas status; • Buyer order listing sorted according to various fields; • Multiple currency; and • Buyer order cost budgeting.
(ii) Manufacturing Order Management	<ul style="list-style-type: none"> • Sample management; • Colour size pack definitions; • Garment parts and part colour definition; • Item master; • Bill of material; • Fabric booking requirement estimate; • Manufacturing instruction sheets; and • Material requisition.
(iii) Purchasing	<ul style="list-style-type: none"> • Links to the Material Requisition module; • Links to Store module; • Handles multiple manufacturing order per purchase order; • Online generation of outstanding items to purchase; • Online deliveries and stock balance; and • Warning when total purchase exceeds planning.
(iv) Store	<ul style="list-style-type: none"> • Link to Purchase module; • Handles receipt, issue, return in, return out and adjustment; • Online total receive and stock balance; • Warning when total receipt exceeds quantities purchased; and • Enquiries on late deliveries.
(v) Fabric Control and Cutting	<ul style="list-style-type: none"> • Actual production maker; • Actual lay fabric consumption estimate; • Fabric store receive density; • Cut lot lay planning; • Actual cut lot consumption; • Cutting summary by colour and size; and • Job ticket printing.

4 INFORMATION ON THE COMPANY (Cont'd)

Module	Functions
(vi) Fabric & cut piece work in progress	<ul style="list-style-type: none"> • Tracks quantities to sewing, sub-contract, printing or embroidery; • Subcontract management; • Handles multiple deliveries; • Provides online balance; and • Cut to ship quantities tracking.
(vii) Export	<ul style="list-style-type: none"> • Quota management including adhoc and sewing quantities; • Links quota usage to the sales order module; • Track applied licenses; • Track shipment quantities from factory to port; • Track shipment quantities ex country of origin; • Truck back quantities report; • Certificate of Origin and VISA printing; • After shipment documentation; and • Sales invoice.
(viii) Piece rated & production tracking	<ul style="list-style-type: none"> • Job steps definition; • Daily piece rated pay entry; • Daily general work allowance entry; • Online production summary report for each manufacturing order.
(ix) Payroll	<ul style="list-style-type: none"> • Employee personal date and pay history entry; • Multi-company, branches and department entry; • Computation of normal day, rest day and public holiday overtime; • Incentive and allowance calculation; • Statutory reports for EPF, SOCSO, Income Tax CP39, EA Form and Tabung Haji.
(x) Human Resource	<ul style="list-style-type: none"> • Monitor employee's attendance; • Tracking of employees's late and leave record; • Generate manpower turnover report; • Generate race and sex structure; and • Human Resource Development Fund.
(xi) Manufacturing Order Costing	<ul style="list-style-type: none"> • To distribute shared cost to various manufacturing order; • Summarises all cost incur from all GARMATE ERP System modules for each manufacturing order; and • Profit analysis for each manufacturing order.

4 INFORMATION ON THE COMPANY (Cont'd)

(a) GARMATE ERP System Development Tool

The development tool used to develop GARMATE ERP System is Informix.

(b) Features of GARMATE ERP System

(i) Easy To Use

GARMATE ERP System is specially designed for textile and apparel manufacturing industry. No prior computer knowledge is required. Within hours of training a first time user will be able to know how to use the system. GARMATE ERP System incorporates simple-to-follow low menu system and help screen.

(ii) Multi-Level Security

GARMATE ERP System includes a password feature to control employees access to every major function in the system.

(iii) Powerful On-Screen Enquiry

GARMATE ERP System enables user to view on-screen enquiry such as:-

- quota status;
- production status;
- stock level;
- delivery status;
- material movement; and
- financial status.

(iv) Useful Business Analysis

GARMATE ERP System is designed to perform business analysis such as material usage, fabric usage analysis, job costing, inventory, wage, production analysis, sales and profit analysis by order, customer or factory.

(v) Multi-User & Multi-Company

More than one (1) person can work on the same module at any one time. In addition, GARMATE ERP System can handle multi-companies' requirements.

(vi) Uniformity

All GARMATE ERP System modules use the same commands and present information in the same way.

(vii) Extensive Reporting Functions

GARMATE ERP System has a powerful report generator capable of generating reports for both operational and management personnel.

4 INFORMATION ON THE COMPANY (Cont'd)

(viii) Part of a wider concept

Many staff access and supply corporate information. So, each GARMATE module is designed to integrate naturally into the larger applications environments. GARMATE ERP System can be integrated with other GPRO Group's products such as G.PRO System.

(c) Benefits of GARMATE ERP System

(i) GARMATE ERP system enhances operational efficiencies

- Automate paper work such as printing of Purchase Requisition, Purchase Order, Delivery Order, Invoices, Shipping Documents, Custom Documents and Payslips;
- Eliminates redundant work through shared database;
- Reduces verbal and paper communication between departments;
- Replaces tedious, repetitive and mathematical calculation and computation;
- Minimises dependence on paper files for information;
- Enable fast access to information; and
- Automates report preparation.

(ii) GARMATE ERP System increases operation and management control effectiveness

- Close monitoring of material (fabric and accessories) usage;
- Tracking cut piece movement within production floor, between sub-contractor and main factory, between branch production centre and main factory;
- Justifies wage payment;
- Counter check invoices against goods receipts;
- Quota management and export license tracking; and
- Tracking production workers' productivity.

(iii) GARMATE ERP System serves as a management decision support tool

- Job costing analysis;
- Sales analysis;
- Quota status;
- Financial status;
- Production status; and
- Estimated production cost.

4 INFORMATION ON THE COMPANY (Cont'd)

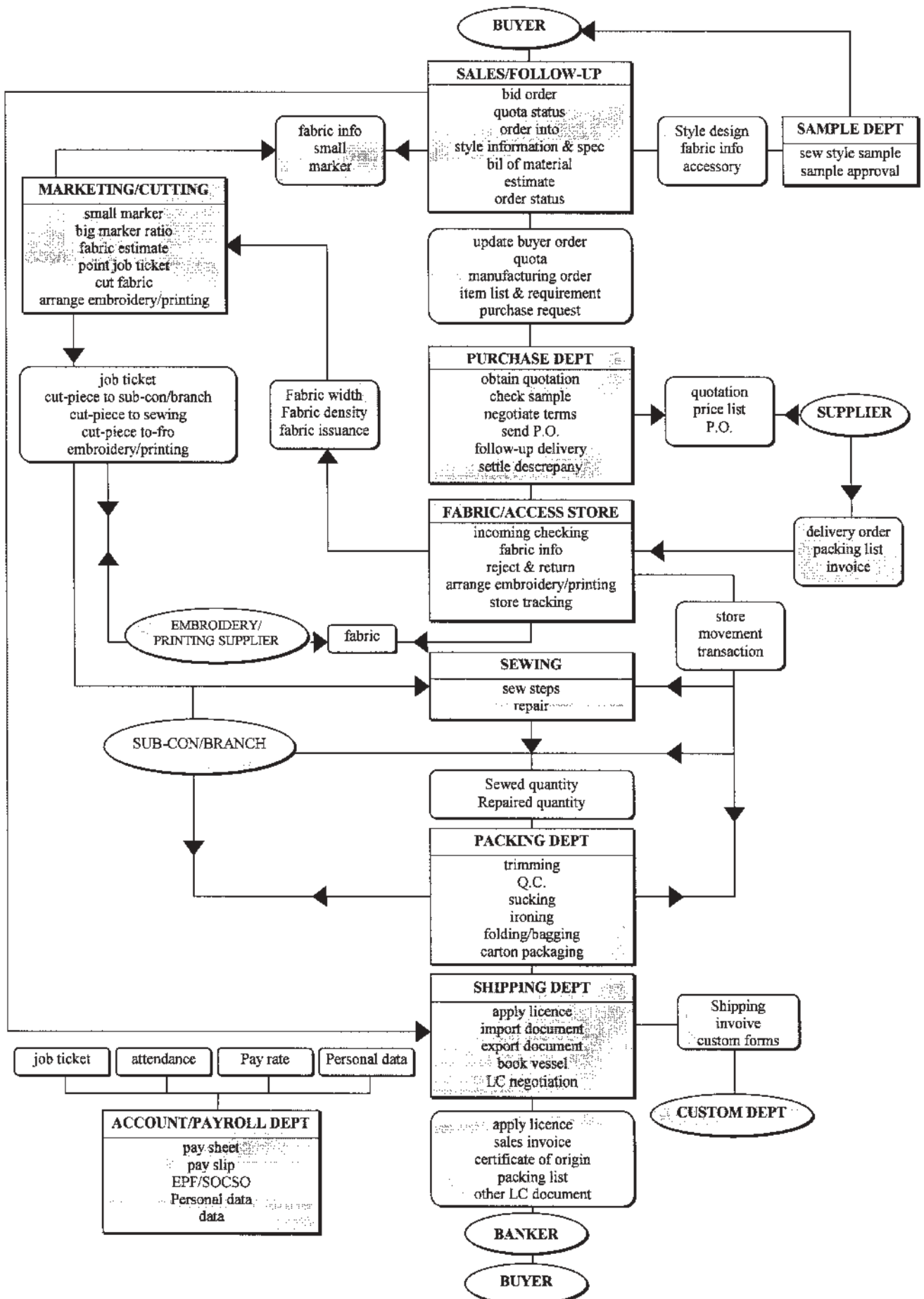
(iv) GARMATE ERP System improves user competitive edge

- Improves customer service;
- Created a more peaceful and pleasant working environment;
- Ensure on-time delivery;
- Improves profit margin;
- Improves supplier relationship;
- Reduces losses and wastage; and
- Builds productive and effective support staff.

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK

4 INFORMATION ON THE COMPANY (Cont'd)

(d) GARMATE ERP System Flow Chart



4 INFORMATION ON THE COMPANY (Cont'd)

(e) New ERP System

The Group is currently developing a more advance version of ERP software called the GPRO-ERP system. The GPRO-ERP System is unique for garment manufacturing because of the special characteristic of the industry. This new ERP system is to be developed on Dot Net platform. It is web based because of the global nature of the garment manufacturing industry. A big garment manufacturing group may have 20 factories located in more than 5 countries. As such, information management becomes very critical. The system has got to address the needs of garment manufacturing worldwide.

4.3.3 TECHNOLOGY AND INTELLECTUAL PROPERTY

Technology

The GPRO Group's technological capabilities are not confined to the software arena, it also has a strong team of electronic engineers whose talents have contributed towards the design and development of various electronic devices such as Smart Tag, Smart Term, Smart Base, J-Box, MUX, Hi-Z Card, etc. As a result, the GPRO Group is able to offer comprehensive solutions which include the Group's proprietary software and hardware. The GPRO Group's capabilities in electronic field include PCB design, communication protocol engineering, microprocessor-based controller design, RFID tag and reader design and development, embedded programming and hardware-software interfacing.

Thus far, the GPRO Group's hardware innovations are focused in data acquisition and transmission devices for garment manufacturing environment. Going forward, the GPRO Group is working on developing material handling automation and fabric quality scanning equipment for the same industry.

Smart Tag, a component of the G.PRO System, is an industrial grade reusable read/write tag with memory which replaces the traditional job ticket used in textile and apparel factories worldwide. It stores the relevant cut piece/bundle information and operation status and it is robust and reliable. On 18 October 2000, NPT filed a patent application for the Smart Tag in Malaysia. The request for substantive examination of the application was filed on 6 September 2002 and the application is currently undergoing substantive examination by the Registrar of Patents.

This technology relates to an electronic tagging system comprising an electronic tag (Smart Tag) and a data terminal (Smart Term) electronically writing data to and reading data from the electronic tag. An electronic tag is a tag that may be secured to, or otherwise associated with, an item or group of items for identification purposes. The tag includes an electronic memory chip in which data is stored in digital form. The relatively low cost, low power requirement and miniature size of modern memory chips has enabled factories to replace more conventional visual labels such as machine-readable bar codes. The advantages of an electronic tag lie primarily in the amount of data that can be stored and the ease with which the stored data may be changed or updated, allowing the tags to be re-used almost indefinitely.

4 INFORMATION ON THE COMPANY (Cont'd)

IP

The Group has applied for the registration of the following trademarks to date:-

1. Trademark for "G.PRO" (Word and Device)
Territory : Malaysia
Application Number : 2003-12323
Class : 9
Date of Application : 13 September 2003

2. Trademark for "G.PRO" (Word and Device)
Territory : Malaysia
Application Number : 2003-12926
Class : 7
Date of Application : 25 September 2003

The abovementioned two (2) applications are pending approval by the Registrar of Trademarks, Intellectual Property Corporation of Malaysia.

3. Trademark for "G.PRO" (Word and Device)
Territory : Vietnam
Application Number : 4-2004-01941 NH
Class : 7 and 9
Date of Application : 15 March 2004

The above application is pending approval by the Vietnamese National Office of Intellectual Property.

4. Trademark for



Territory : PRC
Application Number : ZC3802232SL
Class : 35
Date of Application : 17 November 2003

The above application is pending approval by the China State Administration for Industry and Commerce, Trademark Bureau.

The Group has also applied for the registration of its G.PRO System as a patent on 18 October 2000. The details of the said patent application are as follows:-

Patent : Electronic Tagging System
Application Number : PI 200004886
Filing Date : 18 October 2000

The said patent application is currently undergoing substantive examination and is still pending approval. The Group also owns all the copyright in all proprietary computer software programmes developed by the Group and supplied together with the G.PRO System or its other products.

4 INFORMATION ON THE COMPANY (Cont'd)

4.3.4 OPERATING MECHANISMS

There are advantages in having a focused mission. First of all, resources can be better channelled and more fully utilised. Efforts can be concentrated on understanding the textile and apparel industry fully and with this the GPRO Group can be more sensitive to changes in the industry and remain relevant.

Mastery of industry knowledge and changing trend is important to the GPRO Group. Such knowledge is translated into business plans, product development plan and marketing strategies including the following business processes:-

- (i) Preliminary initiation of conceptualisation of new products;
- (ii) Formulation of product development plan;
- (iii) Testing of new products; and
- (iv) Launching of new products.

4.3.5 MARKET COVERAGE

The GPRO Group serves the textile and apparel industry worldwide. The products GPRO Group developed are IT related and are geared towards improvement in productivity and efficiency of users.

As at 27 April 2004, the GPRO Group has via the G.PRO System penetrated into the textile and apparel following ten (10) foreign countries:-

- (i) Sri Lanka;
- (ii) Vietnam;
- (iii) PRC;
- (iv) Hong Kong;
- (v) Brunei;
- (vi) United Arab Emirates;
- (vii) Indonesia;
- (viii) Thailand;
- (ix) Cambodia; and
- (x) Singapore

The Group has established a subsidiary and the regional business centres in Vietnam and the PRC, respectively. The regional business centres will provide the support functions necessary to develop and support Technopreneur Group of the GPRO Group in the foreign markets.

In addition, the Group intends to expand and penetrate into the following major textile and apparel producing countries:-

- (i) India;
- (ii) Pakistan;
- (iii) Bangladesh;
- (iv) Mexico;
- (v) Tunisia;
- (vi) Turkey; and
- (vii) Philippines.

For the FYE 31 December 2003, the sales to the overseas market amounted to approximately RM8.0 million, representing 86% of total sales for the financial year under review.

4 INFORMATION ON THE COMPANY (Cont'd)

4.3.6 TYPES, SOURCES AND AVAILABILITY OF RAW MATERIALS/INPUT

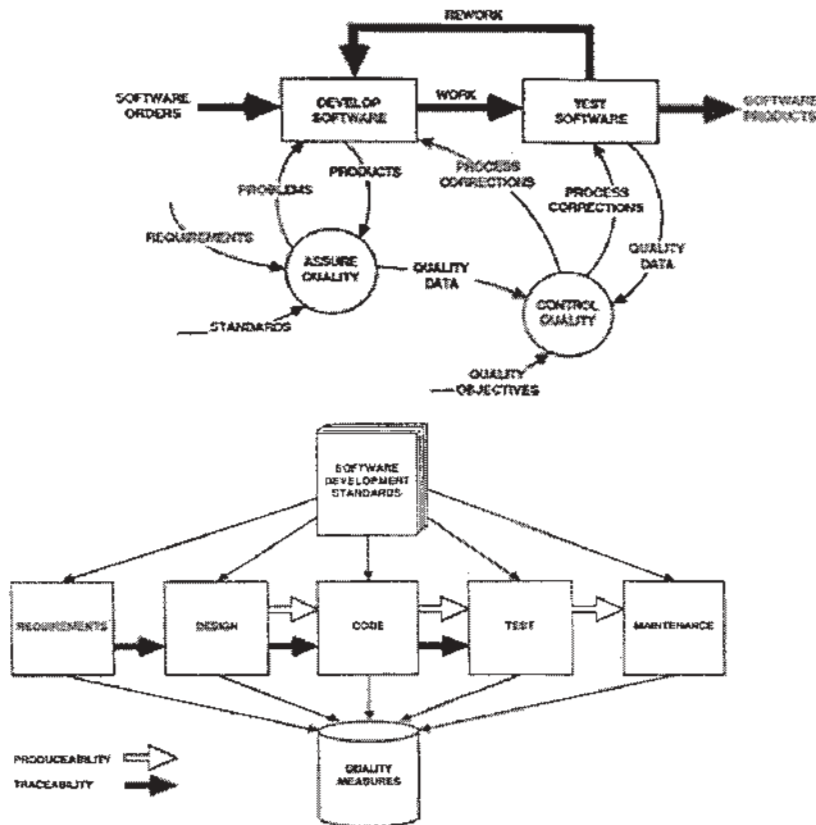
As the Group’s software solutions are proprietary and developed in-house, the Group does not have any supplier for its software solutions. The Group however procures the key components of its hardware such as printed circuit boards, micro-processors from various local and overseas suppliers, which generally have business dealings with the Group for more than 12 months. As these products are widely available in the market, the Group is not dependent on any single supplier for supplies. Nevertheless, the Group has been maintaining a good business relationship with its suppliers.

4.3.7 QUALITY CONTROL PROCEDURES

The GPRO Group’s testing and quality control elements include the following:-

Software development constitutes significant portion of R&D activities in GPRO Group. It is therefore critical to ensure that the whole development cycle is managed properly with quality concept built into the process. The following diagrams briefly defines the quality model for software development

All the hardware (electronic devices) marketed by GPRO Group are designed and developed in-house. From design stage to production, the processes are managed with the highest quality standards. All test-jigs and equipment are also developed by in-house engineers who are familiar with the requirements for product reliability, durability and maintainability.



4 INFORMATION ON THE COMPANY (Cont'd)

4.3.8 R&D

The Board believes that:-

- (i) R&D is crucial to the GPRO Group becoming a leading technology-based company providing innovative proprietary IT solutions to the textile and apparel industry worldwide; and
- (ii) the possession of strong R&D capabilities is important to the GPRO Group's continued success and its ability to develop new and innovative IT solutions and to improve on its existing products in response to changes in technological development.

Prior to the R&D of a solution, GPRO will obtain user requirements and feedback from the existing and potential customers. With such market research information, the GPRO Group would then formulate a product development plan.

As at 27 April 2004, the Group's R&D team comprises fifty-eight (58) staff, representing 46% of the Group's total employees, and is headed by Chook Tu Min, the Chief Technology Officer ("CTO"). The R&D team consists of experienced and qualified electronic engineers, system engineers, system analysts, system development administrators and programmers analysts of various experiences and strengths. The R&D team is experienced in analysis, programming, and testing. The R&D team of the Group currently utilises software development tools such as Visual Basic, Delphi, Interbase, VB.Net, SQL Server and Crystal Report in the design and development of new products.

R&D Development Strategy

The key R&D strategies of the GPRO Group are as follows:-

(i) **Enhancement of existing products and technologies**

The Group is continuously enhancing the existing products and technologies. The first generation G.PRO System has been launched into the domestic and international market with considerable success since 1998 and 2001 respectively. While fine-tuning of the first generation G.PRO System is being continued, development of the second generation G.PRO System has also begun. The second generation G.PRO System employs RFID contactless and wireless technologies.

(ii) **Development of new applications and products with existing core technologies**

The Group is constantly looking into the development of new applications and products with the existing products and technologies. This is to ensure continuous growth in sales and in line with the Group's strategy towards achieving a multi-products company. The new applications and products will be introduced to the same customer-base and new customers over time.

4 INFORMATION ON THE COMPANY (Cont'd)

(iii) Development of new technologies

The IT industry is characterised by rapid changes in technology and frequent introduction of new and more advanced products and services, changes in client demands and evolving industry standards. Hence, the Group would need to keep abreast of the latest technologies in order to maintain its competitive edge in the market. Recognising this, the Company's R&D team constantly keeps abreast of new technologies and market trends wherein the business development team works closely with the R&D team to provide feedback on market trends and client requirements.

(iv) Increase R&D manpower, training and resources

The GPRO Group intends to employ additional experienced R&D staff. This would enable the GPRO Group to further enhance its ability to develop new products and shorten the product development cycle and hence increases the speed of introducing a product to market. Continuous staff training and development would be emphasised to update the technical knowledge of employees.

The GPRO Group will have a spectrum of products and services for the global textile and apparel industry.

(v) Invest in businesses with technologies or R&D or forming strategic alliance

The GPRO Group intends to invest in companies or businesses with new technologies or R&D that can support the business of the GPRO Group should such opportunities arise. As a product development cycle is generally long (normally from 12 months to 15 months to develop a solution, depending on the complexity and features of the solution), the GPRO Group has to reduce its solution development cycle to keep abreast with or to stay ahead of its competitors.

GPRO Group also intends to acquire companies that have developed or are in the late stage of development of products that are in-line with the GPRO Group's R&D product development plan. Technically, the solution that is sourced should have the same technology platform as the current GPRO Group's solution or a higher level of technology, as this would allow for faster integration and technology transfer, that may further enhance and upgrade the Group's technology.

Alternatively, the Group may form strategic alliance with other companies.

To-date, the GPRO Group has not identified any such strategic alliance companies. However, the Company plans to identify potential companies for acquisitions through the following ways:-

- (a) The management may encounter other IT companies during the course of business and will evaluate the potential synergistic benefits of other software;
- (b) Search through the Internet for complimentary technology as part of its business development; and

4 INFORMATION ON THE COMPANY (Cont'd)**(c) Participating and attending exhibitions and trade shows.**

The GPRO Group has spent a total of RM5.19 million in R&D expenses over the past 6 years to 31 December 2003. The breakdown of R&D expenses for the past three (3) financial years as a percentage of turnover are as follows:-

FYE 31 December	2001	2002	2003
R&D (Salary, tools and components) (RM)	838,208	934,290	1,302,633
Turnover (RM)	1,897,841	4,557,950	9,295,025
%	44%	20%	14%

The GPRO Group is expected to incur an estimated RM2.3 million on R&D expenses in the FYE 31 December 2004. The Board envisages that the investment in R&D will fuel the GPRO Group's development of new products in the coming years and that R&D will continue to be an essential focus of the GPRO Group in the future.

4.3.9 INTERRUPTIONS IN THE BUSINESS DURING THE PAST TWELVE (12) MONTHS

There has been no interruption to the Group's business or operations in the past twelve (12) months.

4.3.10 KEY EMPLOYEES

As at 27 April 2004, the Group has 128 staff employed in the following capacities:-

Department	Number of employees	Average years of service
Executive Directors	3	6.3
R&D	58	1.9
Business Development	48	1.58
Finance, HR & Administration	19	2.35
Total	128	

Having attained the MSC status and with sufficient funds raised from the Public Issue, the Company will be able to strengthen the management team and increase the number of knowledge workers employed by the Group, as well as its expenditure for R&D activities.

The Group currently provides staff training via in-house training sessions and on-the-job training. The management of the Group believes that staff development is crucial and therefore, employees of the R&D department are exposed to various R&D functions in order to ensure that they are adequately acquainted with the Company's R&D and product implementation processes. Promotions are usually within the Group and the Company will train junior managers to become middle and top management by giving them the opportunity to accept more responsibilities.

4 INFORMATION ON THE COMPANY (Cont'd)

The employees of the Group do not belong to any labour union and enjoy a cordial relationship with the management. There is and has been no labour or industrial dispute between the employees and the management.

4.3.11 KEY MILESTONES

The key milestones of the GPRO Group are as follows:-

<u>Year</u>	<u>Events</u>
1995	Recognising there is a significant untapped potential for IT solutions in the textile and apparel manufacturing industry worldwide, the founders of NPT, Tang Tiong Seng and Quek Kar Loon, established NPT.
1996	NPT commenced business operations in January 1996. NPT focused mainly on R&D for the initial 3 years after its incorporation.
1997	MIDA accorded NPT's G.PRO System with pioneer status under high technology category.
1998	<ul style="list-style-type: none"> • Launching and commercialisation of the Group's key product, G.PRO System. • Commenced development of ERP System on Informix platform for the textile and apparel industry.
1999	<ul style="list-style-type: none"> • MTDC granted CRDF (Commercialisation of R&D Fund) to NPT in recognition of NPT's effort in R&D.
2000	<ul style="list-style-type: none"> • NPT files a patent application in Malaysia for the Smart Tag. • Launching and commercialization of ERP System on Informix platform for the textile and apparel industry.
2001	<ul style="list-style-type: none"> • Commenced marketing of G.PRO System in July 2001 to the textile and apparel manufacturers in overseas markets. • The shareholders of NPT entered into a subscription and shareholders agreement with Prosperco Guernsey for the injection of RM3.8 million into NPT in 2001.
2002	<ul style="list-style-type: none"> • G.PRO System won the PIKOM-Computimes ICT (Hardware of the Year) Award 2002. • Commenced development of G.PRO Embroidery Machine Monitoring System. • Commenced development of multi-language version of G.PRO System for international markets.

4 INFORMATION ON THE COMPANY (Cont'd)

Year	Events
2003	<ul style="list-style-type: none"> • The shareholders of NPT entered into a subscription agreement with MAVCAP for the injection of RM5.2 million into NPT. • GPRO was incorporated on 18 July 2003. • GPRO was granted MSC status by MDC on 15 August 2003 and concurrently awarded Pioneer Status under Section 4A of the Promotion of Investments Act 1986. • Launching and commercialisation of G.PRO Embroidery Machine Monitoring System. • G.PRO System became a finalist in the MSC-APICTA 2003 under the Best Industrial Application & Manufacturing Design Category. • G.PRO Embroidery Machine Monitoring System was a finalist in the MSC-APICTA 2003 under the Best of R&D Category. • Launching and commercialization of multi-language version of G.PRO System for international markets. • GPRO (Hang Zhou) was incorporated as a wholly-owned subsidiary of NPT. • NPT entered into an arrangement with Binh Duong, a state-owned Vietnam company, to incorporate GPRO (Vietnam), whereby NPT will hold a 60% equity interest in GPRO (Vietnam). GPRO (Vietnam) was subsequently incorporated on 25 August 2003. • NPT granted pioneer status for the period commencing 1 January 2003 and ending 31 December 2007 by MITI.
2004	<ul style="list-style-type: none"> • Export Excellence Award 2003 (Merchandise) by the Ministry of International Trade and Industry to NPT, a wholly-owned subsidiary of GPRO, in recognition of its efforts in penetrating export markets and its excellent performance in this pursuit

4.3.12 OPERATING CAPACITIES AND OUTPUT

As the Group is IT solution provider companies (both specialty software and dedicated hardware), its operating capacity is determined by the number and experiences of the skilled IT employees that it has. As such, the Company constantly monitors the requirements of its IT employees in respect of their competency, skills and intuition to ensure that contracts secured could be delivered to customers as scheduled. To-date, the Company has neither encountered any major constraints in operating capacity nor has it encountered any difficulty in increasing its headcount to meet an increase in contracts.

4.3.13 MODES OF MARKETING AND DISTRIBUTION AND PRINCIPAL MARKET

The GPRO Group serves the textile and apparel industry. The products GPRO Group developed are IT related and are geared towards improvement in productivity and efficiency of the users. From the initial marketing effort, it is realized that a company, which hopes to succeed in this market, ought to have an in-depth knowledge of the textile and apparel industry. With this in mind, the Group's strategy is not just to deliver hardware and software, but also to provide value adding advice to ensure customers realize the full benefits of the systems delivered. In short,

4 INFORMATION ON THE COMPANY (Cont'd)

the strategy employed is the provision of knowledge-based solutions and not just product-based.

Although the textile and apparel industry is a traditional business, it is ever changing. To be a leading technologies provider, the GPRO Group has to maintain vigilant and keep up with the changes in the industry. Towards this end, the GPRO Group has the following marketing strategies to achieve growth in sales and increase its customer base:-

(a) Promotional activities

To create awareness and elevate the GPRO Group's profile, the Group will participate in international, regional and national trade shows. Road-shows and seminars will be carried out on a regular basis in each market.

The GPRO Group will also advertise in relevant internationally circulated trade magazines. Attempts will be made to publish press releases and technical articles in such magazines as well. The trade magazines have been identified are A.T.A. Journal, Journal for Asia on Textile and Apparel, Fashion Business International.

A series of high-level meetings will be held with respective national level Garment Manufacturers' Association or Foundations in countries GPRO Group targeted for. In addition, marketing materials in various languages will be printed. These include VCDs, brochures and technical sheets.

(b) Maintain existing end-user base

In order to maintain the existing end-user base, the GPRO Group focuses on the following:-

(i) After sales customer service and maintenance strategy

Currently, the Group provides one (1) year warranty after the installation of the G.PRO System at client's site. Thereafter, the G.PRO Group will only provide maintenance of the G.PRO System upon the request of the clients i.e. on an ad hoc basis.

The Group intends to charge its customers annual maintenance fees for trouble-shooting and maintenance of G.PRO System commencing from year 2004. The annual maintenance fees are currently not compulsory. Based on the experience of the senior management of the Group, overseas clients are generally receptive to the introduction of annual maintenance services. This is to ensure smooth running of their manufacturing operations. The Group will endeavour to encourage its clients to subscribe for annual maintenance services in future.

(ii) Positioning as a technology solutions provider to the textile and apparel industry

The GPRO Group positions itself as a technology solutions provider to the textile and apparel industry. The GPRO Group intends to strengthen its position further by developing more IT solutions.

4 INFORMATION ON THE COMPANY (Cont'd)

(c) Brand building

Another component of its marketing strategy is to develop its GPRO brand name. The management intends to position the GPRO brand name to be synonymous with quality, innovativeness and reliability. The GPRO Group could then leverage on its brand name as part of its marketing tool to entice customers to use its solutions.

In addition, in order to create market awareness, the GPRO Group intends to organise more promotional activities as mentioned in Section 4.3.13(a) above.

(d) New overseas markets

The GPRO Group intends to penetrate into the following major textile and apparel producing countries:-

- (i) India;
- (ii) Pakistan;
- (iii) Bangladesh;
- (iv) Mexico;
- (v) Tunisia;
- (vi) Turkey; and
- (vii) Philippines.

The GPRO Group intends to establish regional business centres in Indonesia, India, Pakistan, Bangladesh, Mexico and Tunisia.

4.3.14 PRINCIPAL ASSETS AND PRINCIPAL PLACE OF BUSINESS

The GPRO Group's operations are currently situated at its headquarters at 18-36, Jalan Tujuh, Taman Delima, 86000 Kluang, Johor Darul Takzim, Malaysia.

In addition, the GRPO Group has the following regional business centres in Asia:-

Country	Address
Vietnam	E-Town 364, Cong Hua St. Tan Binh Dist. Ho Chi Minh City Vietnam
Hangzhou (PRC)	Wen 2 San 1 Lu 4 Building #2, Floor 10 th Zhejiang, Hangzou PRC

The GPRO Group intends to set up additional regional business centres in the following countries, which have major players within the textile and apparel industry:-

- (i) Indonesia;
- (ii) Pakistan;
- (iii) India;
- (iv) Bangladesh;
- (v) Tunisia; and
- (vi) Mexico.

4 INFORMATION ON THE COMPANY (Cont'd)

4.3.15 Exceptional Factors Affecting The Business

Save for the risk factors highlighted in Section 3 of this Prospectus, the Company does not foresee any exceptional factors, which may affect its business.

4.3.16 MAJOR CUSTOMERS

For the FYE 31 December 2003, the top 10 major customers of the GPRO Group (i.e. as a percentage of the Group's turnover) are as follows:-

Major customers	FYE 31 December 2003 Sales (RM'000)	%	Length of relationship
Sinotex (Lanka) Ltd	1,654	17.8	10 months
Dongguan Changping Cima Garment Factory	1,477	15.9	10 months
Jingli (Jintan) Apparel Ltd	1,453	15.6	10 months
Suntex Pte Ltd	1,316	14.1	1.3 years
Protrade Corporation Garment	1,280	13.8	9 months
Bin Bin Knitwear Manufacturer Sdn Bhd	567	6.1	5.1 years
Dongguan Jing Yi Knitted Garment Co.,Ltd	410	4.4	10 months
Namson Co., Ltd	341	3.7	10 months
Ocean Sky Textile Pte Ltd	332	3.6	1.3 years
Bakawali Sdn Bhd	255	2.7	10 months

The GPRO Group does not depend on any single customer since the sale of GPRO Group's products are not usually recurrent in nature unless the customers have many manufacturing operations or there are expansions of factories and increase in the number of employees of the customers. From time to time, the GPRO Group will secure new customers. Notwithstanding the above, any new products to be launched by the Group for the textile and apparel industry are expected to be promoted to the existing customers.

4.3.17 MAJOR SUPPLIERS

For the FYE 31 December 2003, the top ten (10) suppliers of the GPRO Group (as a percentage of the Group's purchases) are as follows:-

Major Suppliers	FYE 31 December 2003 Purchases (RM'000)	%	Length of relationship
Precision Circuit Manufacturers Pte Ltd	767	36.0	1.9 years
Justron Pte Ltd	303	14.0	1.4 years
NBE International Pte Ltd	267	12.6	2.5 years

4 INFORMATION ON THE COMPANY (Cont'd)

Major Suppliers	FYE 31 December 2003 Purchases (RM'000)	%	Length of relationship
Plasmo Industry Sdn Bhd	249	11.7	5.5 years
Passo Technology Sdn Bhd	90	4.2	11 months
SWE Electronics Technology	65	3.0	10 months
Asis Technologies Pte Ltd	38	1.8	5.6 years
Peak Time Sdn Bhd	34	1.6	1.8 years
Elna Electronics (S) Pte Ltd	25	1.2	10 months
Super Enterprise (JB) Sdn Bhd	25	1.2	2.7 years

The Group has no dependency on any of its major suppliers. The raw materials used are readily available and easily sourced from other suppliers.

4.3.18 SECURED CONTRACTS

As at 27 April 2004, the secured contracts of the Group (both pending implementation and being implemented) and the values of these contracts are as follows:-

Name	Date of contracts	Contract size (RM'000)
Crystal Group	3 January 2004	7,231
KP Apparel Manufacturing Co. Ltd.	26 December 2003	1,667
Sinotex (Lanka) Ltd.	19 December 2003	696
Bin Bin Apparel (Wusi) Co. Ltd	12 December 2003	1,004
Elegance Industrial Co Ltd	28 November 2003	341
Oceansky Textile Pte. Ltd.	15 August 2002	2,496
PCCS Garments Ltd	25 March 2002	1,168
TOTAL		14,603

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK

4 INFORMATION ON THE COMPANY (Cont'd)

4.4 SUBSIDIARY AND ASSOCIATED COMPANIES**4.4.1 INFORMATION ON NPT****(i) History and business**

NPT was incorporated on 12 December 1995 in Malaysia under the Act as a private limited company. The principal activity of NPT is the marketing and sale of innovative IT solutions developed specifically for the textile and apparel manufacturing industry.

(ii) Share capital

The present authorised share capital of NPT as at 27 April 2004 is as follows:-

Ordinary shares

Types	No. of shares	Par value (RM)	Amount RM
Authorised	8,990,000	1.00	8,990,000
Issued and paid-up	1,318,000	1.00	1,318,000

Ordinary 'A' shares

Types	No. of shares	Par value (RM)	Amount (RM)
Authorised	1,000,000	1.00	1,000,000
Issued and paid-up	352,500	1.00	352,500

The Ordinary 'A' shares rank pari-passu in all aspects with the ordinary shares in NPT except for in the event of liquidation which rank priority over the ordinary shares.

Details of the changes in the issued and paid-up share capital of the company since its incorporation are as follows:-

Ordinary shares

Date of allotment	No. of ordinary shares allotted	Par value RM	Consideration	Resultant paid-up capital RM (cumulative)
12 December 1995	2	1.00	Subscribers' shares	2
5 March 1996	50,000	1.00	Cash	50,002
30 December 1996	50,000	1.00	Cash	100,002

4 INFORMATION ON THE COMPANY (Cont'd)

Date of allotment	No. of ordinary shares allotted	Par value RM	Consideration	Resultant paid-up capital RM (cumulative)
31 December 1997	800,000	1.00	Transfer of technology and rights of G.PRO System	900,002
15 August 1998	99,998	1.00	Transfer of technology and rights of G.PRO System	1,000,000
15 February 2003	218,750	1.00	Capitalisation of loan	1,218,750
1 March 2003	20,500	1.00	Capitalisation of loan	1,239,250
11 April 2003	78,750	1.00	Capitalisation of advance	1,318,000

Ordinary 'A' shares

Date of allotment	No. of ordinary shares allotted	Par value RM	Consideration	Resultant paid-up capital RM (cumulative)
9 June 2003	164,765	1.00	Cash	164,765
23 March 2004	187,735	1.00	Conversion of RCPS	352,500

Note:

* *All RCPS have been converted into ordinary 'A' shares of RM1.00 each.*

(iii) Directors

The Directors of NPT are Tang Tiong Seng, Quek Kar Loon, Quek Kar Piaw, Norazharuddin bin Abu Talib and Chua Chong King @ Chuah Chong Eeng.

(iv) Substantial Shareholders

NPT is a wholly-owned subsidiary of GPRO.

(v) Employees

As at 27 April 2004, NPT has 111 employees.

NPT does not have any associated companies.

4 INFORMATION ON THE COMPANY (Cont'd)

4.4.2 INFORMATION ON GPRO (HANG ZHOU)**(i) History and business**

GPRO (Hang Zhou) was incorporated on 21 August 2003 in PRC as a private limited company. The principal activity of GPRO (Hang Zhou) is the marketing and sale of innovative proprietary IT solutions for the textile and apparel manufacturing industry. GPRO (Hang Zhou) has an operational period of 30 years which commenced on 21 August 2003 and will expire on 20 August 2033.

(ii) Share capital

The registered capital of the company is USD100,000.00.

The paid-up capital of the company is USD14,970.

Details of the changes in the paid-up capital of the company since its incorporation are as follows:-

Date of allotment	Amount	Par value	Consideration	Resultant paid-up capital
				(cumulative)
	USD			USD
19.01.03	7,485.00	Not applicable*	Cash	7,485.00
19.01.03	7,485.00	Not applicable*	Cash	14,970.00

* *GPRO (Hang Zhou) is a limited liability company. As such, there is no requirement for its registered capital to be divided into share units.*

(iii) Directors

The Directors of GPRO (Hang Zhou) are Tang Tiong Seng, Quek Kar Loon, Tan Wee Meng and Quek Kar Piaw.

(iv) Substantial Shareholders

GPRO (Hang Zhou) is a wholly-owned subsidiary of NPT.

(v) Employees

As at 27 April 2004, GPRO (Hang Zhou) has nine (9) employees.

GPRO (Hang Zhou) does not have any subsidiary and associated companies.

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK
--

4 INFORMATION ON THE COMPANY (Cont'd)

4.4.3 INFORMATION ON GPRO (VIETNAM)**(i) History and business**

GPRO (Vietnam) was incorporated on 25 August 2003 in Vietnam as a private limited company. The principal activity of GPRO (Vietnam) is the marketing and sale of innovative proprietary IT solutions for the textile and apparel manufacturing industry.

(ii) Legal Capital

As at 27 April 2004, the total investment capital of GPRO (Vietnam) is USD500,000. The shareholders of GPRO (Vietnam) have committed a legal capital of USD150,000 for GPRO (Vietnam) and as at 27 April 2004, the shareholders of GPRO Vietnam have contributed USD116,190 to GPRO (Vietnam)'s legal capital. Details of the changes in the legal capital of the company since its incorporation are as follows:-

Date	Amount* USD	Consideration	Resultant capital (cumulative) USD
26.09.03	5,170	Cash	5,170
15.10.03	9,982	Cash	15,152
22.10.03	6,437	Cash	21,589
30.10.03	9,831	Cash	31,420
06.11.03	4,165	Cash	35,585
19.11.03	7,845	Cash	43,430
19.11.03	6,495	Cash	49,925
21.11.03	9,982	Cash	59,907
29.11.03	20,280	Cash	80,187
24.12.03	1,281	Cash	81,468
12.01.04	4,968	Cash	86,436
19.01.04	6,823	Cash	93,259
12.02.04	7,465	Cash	100,724
19.02.04	4,663	Cash	105,387
15.03.04	2,973	Cash	108,360
27.03.04	1,721	Cash	110,081
10.04.04	6,109	Cash	116,190

* *There is no concept of par value of share capital for foreign investment companies in Vietnam.*

(iii) Directors

The Board of Management of GPRO (Vietnam) are Tang Tiong Seng, Quek Kar Piaw, Kam Teck Ee, Le Hong Phoa and Hoang Cong Thanh.

4 INFORMATION ON THE COMPANY (Cont'd)

(iv) Substantial Shareholders

NPT has a 60% shareholdings in GPRO (Vietnam) while Binh Duong, a state owned company in Vietnam, holds the remaining 40% in GPRO (Vietnam).

(v) Employees

As at 27 April 2004, GPRO (Vietnam) has eight (8) employees.

GPRO (Vietnam) does not have any subsidiary or associated companies.

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK