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The Manager
Company Announcements
Australian Stock Exchange Ltd
20 Bridge Street
Sydney 2000

Via: WWW.ASX.ONLINE.COM

Dear Sir

Chairman's Address
2005 Annual General Meeting

Ms Mary Yang, Chairman of CMC Power Systems Limited, will deliver the following address to the Company's 2005 Annual General Meeting this morning.

"I have pleasure in presenting the Chairman's Address to the 2005 Annual General Meeting.

The Annual Report issued to members contains detailed information concerning the activities of the Company in the reporting period ending on 30 June 2005. This was a momentous year with the Company going into voluntary administration on 8 July 2004 and entering into a Deed of Company Arrangement on 24 August 2004.

The Annual Report also refers to events subsequent to balance date including the following:

1. The Malaysian company, Ilham Interaktif Sdn Bhd (IISB), elected to purchase from the Company all of the assets being intellectual property and promissory notes of certain controlled entities of the Company in exchange for releasing the Company from a debt of $620,000 owed to IISB. IISB's election made in September 2005 was provided for by the Deed of Company Arrangement.
2. IISB is to pay to the Company a royalty of $2 per motor produced by IISB or any licensee.
3. Following the election by IISB, the Company's directors other than Tony Teng resigned and David Fang and I were appointed as Directors on 9 September 2005.
4. The Deed of Company arrangement was wholly effectuated on 28 November 2005
5. The Company's 2004 Annual General Meeting held on 28 November 2005 approved elements of a funding package from Goldchoice Investments Limited, a Hong Kong based company, amounting to $135,000 as equity, $165,000 as a loan which has subsequently converted to equity, and 233,333,333 million options.

The Company, as part of its restructure and targeted re-quotation on the Australian Stock Exchange needs to establish a core business and the board has considered a small number of possibilities within its funding capabilities. We are pleased to have Goldchoice Investments Limited as a supportive shareholder and Goldchoice has indicated its intention to progressively exercise the share options it holds throughout 2006, thereby contributing $700,000 as equity to the Company. I can advise that we have received notice of exercise today from Goldchoice for the exercise of 66,666,666 options amounting to $200,000.

At today's Annual General Meeting, shareholders are asked to consider other matters including the purchase of all of the shares of AS Fortune Holdings Pty Limited ("AS Fortune Holdings") from FY Holdings Limited, a company associated with director David Fang and myself. AS Fortune Holdings, in turn, wholly owns AS Fortune Pty Limited which holds the exclusive licence for China and Macau from property project marketing company PRDnationwide. AS Fortune Holdings is a newly formed company that is currently putting in place the building blocks for a growing two-way services business between China and Australia utilizing the existing networks and relationships of David Fang and myself. The private capital flows between Australia and China are continuing to grow and AS Fortune Holdings intends to participate in the provision of services related to various sectors including property, investment and migration.

Further details of the proposed acquisition of AS Fortune Holdings are set out in the Notice of Meeting, including the Explanatory Memorandum and the Independent Expert Report prepared by Hall Chadwick Corporate (NSW) Limited. You will note that neither David Fang nor I make any recommendation relating to the resolution dealing with this proposed acquisition.

The proposed acquisition has the support of Goldchoice Investments Limited and, if approved, AS Fortune Holdings will become the core business of the Company and it is also proposed that the Company changes its name to ASF Group Limited.

Another important matter to be considered today as special business is the appointment of Hall Chadwick as auditors of the Company and the proposed change to the Company's name. Directors wish to thank KPMG who are represented here today by Partner, Mr Tony Nimac, for their services as the Company's auditors for many years.

I thank you all for coming today and for your interest in the Company as it continues to recover from the extremely difficult position it was in during the 2005 financial year."

Yours faithfully

Tony Teng
Company Secretary