

## AUDIT COMMITTEE

To comply with the revised Code of Best Practice as set out in Appendix 14 of the Listing Rules, the Company has established an Audit Committee (the "Committee"). The Committee comprises two members, namely, Mr. Chiu Pak Yue, Leo and Mr. Fan Chi Fai, Paul, all of whom are independent non-executive directors of the Company, following the retirement of Mr. Li Kar Keung, Caspar at the annual general meeting of the Company held on 29 December 2000.

The Committee has reviewed with management the accounting principles and practices adapted by the Group and discussed auditing, internal controls and financial reporting matters including a review of the unaudited interim accounts for the six months ended 31 December 2000. At the request of the Committee, the Group's external auditors have carried out a limited scope review of the unaudited interim report. Such limited scope review was not an audit conducted in accordance with the Auditing Standards issued by the Hong Kong Society of Accountants and was less extensive than that specified in the Statement of Auditing Standards 700 issued by the Hong Kong Society of Accountants.

## 審核委員會

為了符合上市規則附錄14所載之最佳應用守則（經修訂）之規定，本公司成立審核委員會（「委員會」）。委員會在李嘉強先生於本公司在二零零零年十二月二十九日舉行之股東週年大會上退任後，由兩名成員組成，分別為趙不渝先生及樊熾輝先生，彼等均為本公司之獨立非執行董事。

委員會已與管理層審閱本集團所採納之會計原則及慣例，並已商討審核、內部監控及財務申報等事宜，包括審閱截至二零零零年十二月三十一日止六個月之未經審核中期帳目。應委員會之要求，本集團之外聘核數師已就未經審核中期報告進行有限範圍之審閱工作。上述有限範圍之審閱工作並非根據香港會計師公會頒佈之核數準則進行之審核，其亦未如香港會計師公會頒佈之核數準則第700號所述般廣泛。