

THE CODE ON CORPORATE GOVERNANCE PRACTICES

Excepted as disclosed in the annual report of 2006 regarding independent non-executive directors of the Company were not appointed for a specific term, the Company has met with the code provisions of the Code on Corporate Governance Practices, as set out in Appendix 14 of the Listing Rules, during the accounting period covered by the interim report.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix 10 of the Listing Rules. Upon enquiry by the Company, all Directors of the Company have confirmed that they have complied with the required standards set out in the Model Code throughout the Period.

SUFFICIENCY OF PUBLIC FLOAT

According to the information that is publicly available to the Company and within the knowledge of the Board, the percentage of the Company's shares which are in the hands of the public exceeds 25% of the Company's total number of issued shares.

企業管治常規守則

除於二零零六年之年報內列明本公司之獨立非執行董事並無特定任期外，本公司於本中期報告所涵蓋之期間內均一直符合上市規則附錄14所載之企業管治常規守則之守則條文。

董事進行證券交易之標準守則

本公司已採納上市規則附錄10所載上市發行人董事進行證券交易之標準守則（「標準守則」）。經本公司查詢後，本公司全體董事確認，彼等於期內一直遵照標準守則所載之標準規定。

足夠公眾持股量

根據本公司獲得之公開資料及據董事會所知，公眾人士所持有本公司股份超過本公司已發行股份總數25%。

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters including a review of the unaudited condensed accounts for the six months ended 30 September 2006 before recommending them to the Board for approval.

The Committee comprises three independent non-executive directors, namely Mr. Wong Wai Kwong, David, Dr. Lewis Hung Fung and Mr. Ip Man Tin, David.

EMPLOYMENT AND REMUNERATION POLICIES

As at 30 September 2006 and 31 March 2006, the Group employed a total of 4 full-time employees, including the executive directors of the Group. Employees' remuneration are fixed and determined with reference to the market rate.

審核委員會

審核委員會已與管理層審閱本集團所採納之會計原則及慣例，並討論有關審核、內部監控及財務申報等事項，包括向董事會提交尋求批核前先行審閱截至二零零六年九月三十日止六個月之未經審核簡明賬目。

委員會由三名獨立非執行董事組成，分別為黃偉光先生、馮振雄醫生及葉漫天先生。

僱員及薪酬政策

於二零零六年九月三十日及二零零六年三月三十一日，本集團合共僱用4名全職僱員（包括本集團執行董事）。僱員之薪酬按市場薪酬而釐定。

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND RELATED HEDGES

The Group's assets and liabilities are denominated in Hong Kong Dollars and, therefore, the Group has no significant exposure to foreign exchange fluctuation.

REPURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the six months ended 30 September 2006, there was no repurchase, sale or redemption of the Company's listed securities by the Company or any of its subsidiaries.

By Order of the Board
Li Kwok Cheung, George
Executive Director

Hong Kong, 8 December 2006

匯兌波動風險及有關對沖

本集團之資產及負債均以港元定值。因此，本集團並無因匯兌波動而造成之重大風險。

購回、出售或贖回本公司之上市證券

截至二零零六年九月三十日止六個月期間內，本公司或其任何附屬公司概無購回、出售或贖回本公司之任何上市證券。

承董事會命
執行董事
李國祥

香港，二零零六年十二月八日