

COMPLIANCE WITH THE CODE OF BEST PRACTICE

The Company has complied throughout the six months ended 30 September 2000 with the Code of Best Practice as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange except that no audit committee has been formed.

For and on behalf of

INTERFORM CERAMICS TECHNOLOGIES LIMITED

(Receivers and Managers Appointed)

Nicholas Timothy Cornforth Hill

Wong Tak Man, Stephen

Joint and Several Receivers and Managers

By Order of the Board

INTERFORM CERAMICS TECHNOLOGIES LIMITED

(Receivers and Managers Appointed)

Ngan Man Po

Chairman and Managing Director

Hong Kong, 28 December 2000

Persons reading this Interim Report should be aware that the information contained in it has not been audited or otherwise verified as to its accuracy or correctness, by the Receivers. The Receivers were appointed on 1 September 2000 and the role of the Receivers in relation to the preparation of the Interim Report has been strictly limited to the compilation of financial and other information extracted from the unaudited financial statements and other books and records of the Company and of each member of the Group for the period to 30 September 2000, which have been prepared by the directors of the Company, and provided by the directors to the Receivers. The Receivers, Nelson Wheeler Corporate Advisory Services Limited, their partners, staff and agents do not accept responsibility for any liability, loss, damage, cost or expense or any detrimental consequences, whatsoever and howsoever arising as a result of or in connection with any reliance on the particulars and information contained in the Interim Report.