

## **CODE OF BEST PRACTICE**

As a result of the appointment of the Joint and Several Provisional Liquidators during the period up to 21st July, 2000, the power of the Directors of the Company were transferred to the Joint and Several Provisional Liquidators up to that date, accordingly, no audit committee could be established during such period. Subsequent to the discharge of the Joint and Several Provisional Liquidators and change in the controlling shareholder, an audit committee was established by the Company on 22nd November 2000. Except for the aforementioned and that non-executive Directors are not appointed for a specified term as they are subject to retirement by rotation and re-election at annual general meetings in accordance with the articles of association of the Company, none of the Directors is aware of any information that would reasonably indicate that the Company is not, or was not during the period under review in compliance with the Code of Best Practice as set out in Appendix 14 of the Listing Rules on the Stock Exchange.