

AUDIT COMMITTEE

The Group's Audit Committee, established in 1999, continues to exercise its authority to review and supervise the financial reporting process and internal control system of the Group.

DIRECTORS' INTERESTS IN SHARES

As at 30 June 2001, the directors and their associates had the following interests in the issued share capital of the Company as recorded in the register maintained by the Company pursuant to Section 29 of the Securities (Disclosure of Interests) Ordinance as follows:

	Number of shares held			
	Personal interest	Family interest	Corporate interest	Other interest
Joseph LEUNG Wing-kong	–	–	200,000	–
Cecilia IP Lai-ching	608,000	–	–	–
CHAO Cheng-fen	1,383,920	–	–	–

DIRECTORS' RIGHTS TO ACQUIRE SHARES

Pursuant to the Company's share option scheme, the Company has granted options on the Company's ordinary shares in favour of certain directors, the details of which are as follows:

	Date option granted	Number of share options outstanding at end of period	Period during which options exercisable	Exercise price of share options
Cecilia IP Lai-ching	11 Oct 1999	4,300,000	11 Oct 1999 to 29 Dec 2007	\$1.528

Apart from the above, at no time during the period was the Company, or its subsidiaries a party to any arrangements to enable the directors of the Company (including their spouses or children under 18 years of age), to acquire benefits by means of acquisition of shares in or debentures of the Company or any other body corporate.