

COMPLIANCE WITH THE CODE OF BEST PRACTICE

Save and except that Independent Non-executive Directors are not appointed for a specific term but are subject to retirement by rotation and re-election in accordance with Articles 120 and 121 of the Company's Articles of Association, none of the Directors is aware of any information that would reasonably indicate that the Company is not, or was not for any part of the six months ended 30th June, 2001 in compliance with the Code of Best Practice as set out in Appendix 14 to the Rules Governing the Listing of Securities on the Stock Exchange.

By order of the Board

GUO YOU

Chief Executive Officer

Hong Kong, 4th September, 2001