

## CORPORATE GOVERNANCE

None of the directors of the Company is aware of any information that would reasonably indicate that the Company is not, or was not during the six months ended 30th June, 2001, in compliance 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 in relation to Guideline 1 as certain directors frequently travelled abroad for overseas business trips and were unable to attend the board meetings when convened and held and Guideline 7 as non-executive directors are not appointed for a specific term but subject to rotation and re-election at the annual general meeting of the Company in accordance with the Company's Bye-Laws.

## PURCHASE, SALE OR REDEMPTION OF LISTED SHARES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed shares during the six months ended 30th June, 2001.

## REVIEW BY AUDIT COMMITTEE

The Group's unaudited interim financial report for the six months ended 30th June, 2001 have been reviewed by the audit committee which comprises two independent non-executive directors of the Company, namely Messrs. Wong Pui Fai and Chan Shu Kin and by the Company's auditors, Deloitte Touche Tohmatsu.

## APPRECIATIONS

The Board welcomes the appointments of Mr. Cheung Hon Kit as the Executive Vice Chairman and an executive director and Mr. Chan Shu Kin as an independent non-executive director of the Company and extends our appreciation to Messrs. Lam Shan and Kwok Chi Keung for their past contributions to the Company. Moreover, I take this opportunity to thank our shareholders for their continual support and wish to extend my sincere appreciation for the efforts and loyalty of our staff.

By Order of the Board  
**China Land Group Limited**  
**Chan Kwok Hung**  
*Chairman*

Hong Kong, 20th September, 2001