

OTHER INFORMATION

INTERIM DIVIDEND

The Board does not recommend any payment of interim dividend for the six months ended 30 June 2001 (six months ended 30 June 2000: nil).

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

AUDIT COMMITTEE

The Audit Committee of the Company comprises one executive director and two independent non-executive directors which include Mr. Li Jingqi, Mr. Lee Kuo Ching, Stewart and Mr. Loong Ping Kwan respectively. The principal responsibilities of the Audit Committee are to provide supervision on the financial reporting process and internal controls of the Group. The Audit Committee has reviewed the unaudited condensed consolidated interim financial statements and is content with the accounting policies and basis adopted by the Group. The unaudited condensed consolidated interim financial statements have been reviewed by the external auditors of the Company.

CODE OF BEST PRACTICE

The Board believes that the Group has complied at any time throughout the six months ended 30 June 2001 with the Code of Best Practice as set out in Appendix 14 of the Listing Rules, except that the independent non-executive directors were not appointed for a specific term as set out in Appendix 14 of the Listing Rules but are subject to retirement by rotation and re-election at annual general meetings in accordance with the Bye-laws of the Company.

By order of the Board
Li Heihu
Chairman

Hong Kong, 14 September 2001