

## AUDIT COMMITTEE

On 3 September 2001, the original board of Directors together with Directors of the Audit Committee resigned in accordance with the restructuring and reorganization of the Company passed by a special resolution on 29 August 2001 at a special general meeting. On 13 September 2001, Mr. Chan Wai Dune and Mr. Goh Gen Cheung are appointed as independent non-executive directors of the Company and as members of the Audit Committee. In establishing the terms of reference for this committee, the Directors have had regard to "A Guide for the Formation of an Audit Committee" issued by the Hong Kong Society of Accountants in December 1997.