

SUBSTANTIAL SHAREHOLDERS AS AT 30TH JUNE 2001

As at 30th June 2001, according to the register kept by the Company under section 16(1) of the Securities (Disclosure of Interests) Ordinance and so far as the Board was aware, the following person was the only person who directly or indirectly held or were interested in the Shares representing 10% or more of the issued share capital of the Company:

Name	Number of shares held	Percentage of issued share capital
Gold Blue Group Limited ("Gold Blue")	60,000,000	13.71%
Tong Nai Kan	*60,000,000	13.71%

* Mr. Tong Nai Kan is the beneficial owner of Gold Blue and is deemed to be interested in the 60,000,000 shares held by Gold Blue.

Save as disclosed herein, according to the above-mentioned register of interests in the Shares and, so far as the Board was aware, there were no persons who directly or indirectly held or were interested in the Shares representing 10% or more of the issued share capital of the Company as at 30th June 2001.

AUDIT COMMITTEE

The Audit Committee has reviewed with management of the Company the accounting principles and practices adopted by the Company and discussed auditing, internal control and financial reporting matters including a review of the interim financial statements.

COMPLIANCE WITH THE CODE OF BEST PRACTICE

In the opinion of the Directors, the Company has complied under review with the Code of Best Practice as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.