

### COMPLIANCE WITH THE CODE OF BEST PRACTICE

The Company has complied with the Code of Best Practice as set out in Appendix 14 of the Listing Rules during the six months ended 31 December 2001, except that the non-executive directors of the Company are not appointed for a specific term as they are subject to retirement by rotation at the annual general meeting of the Company in accordance with Clause 87 of the Company's Bye-Laws.

**Dr. Cheng Kar-Shun, Henry**  
*Chairman*

Hong Kong, 22 March 2002

