

## DISCLOSURE PURSUANT TO PRACTICE NOTE 19 OF THE LISTING RULES

### **(A) Specific performance obligations on controlling shareholders**

Pursuant to paragraph 3.7.1 of Practice Note 19 (“PN 19”) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“Listing Rules”), the Company is required to make disclosure of loan agreements which contain covenants requiring specific performance obligations on the controlling shareholder of the Company. As at the year end, no such covenants exist in respect of any outstanding loan agreement entered into by the Company.

### **(b) Financial assistance and guarantees to affiliated companies**

In accordance with paragraph 3.10 of PN 19 of the Listing Rules, the Company disclosed the statement of indebtedness, capital commitments and contingent liabilities reported on by the affiliated companies in the annual report for the year ended 30th June, 2001. As the advances to, and guarantees given for the benefits of its affiliated companies by the Company did not exceed 25% of the Company’s net asset value as at 30th June, 2002, there is no continuing disclosure obligation under PN 19.