

PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES

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

CORPORATE GOVERNANCE

The Company has complied with the Code of Best Practice as set out in Appendix 14 of the Listing Rules of Stock Exchange throughout the Period.

The Company has an audit committee which was established in accordance with the Code of Best Practice. The audit committee comprises the three independent non-executive directors and a non-executive director of the Company. The audit committee meets every six months mainly to consider the nature and scope of audit reviews, the effectiveness of the internal control systems and compliance with the relevant rules and regulations.

By order of the Board
Ye Xuquan
Chairman

Hong Kong, 15 September 2003