

CORPORATE GOVERNANCE

The Company is committed to ensuring high standard of corporate governance and transparency as the Directors believe it would increase efficiencies in the overall operations of the Group such that the Group could become more competitive in markets, enhancing shareholders' value in consequence. During the period under review, the Group has adopted various corporate governance practices to ensure an effective internal control system and the proper delegation of authority.

AUDIT COMMITTEE

The audit committee comprised two Independent Non-executive Directors of the Company.

CODE OF BEST PRACTICE

In the opinion of the Directors, the Company complied with the Code of the Best Practice (the "Code") as set out in Appendix 14 of the Listing Rules throughout the accounting period covered by this interim report, except that the Independent Non-executive Directors of the Company are not appointed for specific terms as required by Paragraph 7 of the Code, but are subject to retirement by rotation in accordance with the Company's articles of association.