

PURCHASE, SALE OR 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 ended 30th June, 2004.

CORPORATE GOVERNANCE

The Company has complied throughout the period ended 30th June, 2004 with the Code of Best Practice (the "Code") as set out in Appendix 14 of the Listing Rules.

AUDIT COMMITTEE

The Company has an audit committee which was established in accordance with the requirements of the Code for the purpose of reviewing and providing supervision over the Group's financial reporting processes and internal controls. The audit committee comprises Messrs. Lee Cheuk Yin, Dannis and Liu Ming Hui, who are the independent non-executive directors of the Company.

ON BEHALF OF THE BOARD

He Xuechu

Chairman

Hong Kong
30th August, 2004