

PURCHASE, SALE OR REDEMPTION OF SHARES

There has been no purchase, sale or redemption of the Company's shares by the Company or any of its subsidiaries during the six months ended 30th June 2004.

AUDIT COMMITTEE

The Audit Committee has met with the management to review the Interim Financial Statements and consider the significant accounting policies, and to discuss with the management about the Group's internal control system.

CODE OF BEST PRACTICE

At any time during the six months ended 30th June 2004, the Company has complied with the Code of Best Practice as set out in Appendix 14 of the Listing Rules on the Stock Exchange except that independent non-executive directors are not appointed for a specific term as they are subject to retirement by rotation at Annual General Meetings in accordance with clause 189 (ix) of the Company's Bye-laws.

By the Order of the Board
Kenneth Ting Woo-shou
Managing Director

Hong Kong, 15th September 2004