

CODE OF BEST PRACTICE

The Company has complied with Appendix 14 of the Listing Rules throughout the period from 1st January 2004 to 30th June 2004 except that Non-executive Directors of the Company are not appointed for a specific term but are subject to retirement by rotation and re-election at the Company's annual general meetings in accordance with Article 97 of the Company's Articles of Association.

By Order of the Board

Liu Xiao Guang

Chairman

Hong Kong, 17th September 2004