

## SUBSTANTIAL SHAREHOLDERS

As at 30th September 2004, the following shareholder held an interest of 5% or more in the issued share capital of the Company which is required to be recorded under section 336 of the SFO:

Name of Shareholders	Number of shares held	Percentage of issued shares
CCAA	840,000,000	75%

Save as disclosed above, as at 30th September 2004, the Company was not notified by any persons who had an interest of 5% or more in the issued share capital of the Company which is required to be recorded under section 336 of the SFO.

## AUDIT COMMITTEE

The Company has established an audit committee according to "A Guide for the Formation of an Audit Committee" published by the Hong Kong Institute of Certified Public Accountants. The primary duties of the audit committee are to review and supervise the financial reporting process and internal control system of the Group.

The audit committee of the Group consists of three independent non-executive directors, namely Mr. Wong Wai Kwong, David, Mr. Pang Cheung Hing, Alex and Mr. Fuk Ho Kai.

## CODE OF BEST PRACTICE

Save and except that the independent non-executive directors of the Company are not appointed for a specific term but are subject to retirement by rotation and re-election at annual general meetings of the Company, none of the directors is aware of any information that would reasonably indicate that the Company is not, or was not for any part of the six months ended 30th September 2004 in compliance with the Code of Best Practice as set out in Appendix 14 of the Listing Rules.

## MODEL CODE

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules. All directors have confirmed, following enquiry by the Company, that they have complied with the required standard set out in Model Code throughout the period.

### REPURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the six months ended 30th September 2004, there was no repurchase, sale or redemption of the Company's listed securities by the Company or any of its subsidiaries.

### BOARD OF DIRECTORS

As at the date of this report, the Board of the Company comprises five executive directors, namely Mr. Tsang Cheuk Lau (Chairman), Mr. Wong Ching Hung, Thomas, Mr. Cheng Kai Ming, Charles, Mr. Li Kwok Cheung, Geroge and Mr. Choy Ye King and three independent non-executive directors, namely Mr. Wong Wai Kwong, David, Mr. Pang Cheung Hing, Alex and Mr. Fuk Ho Kai. Subsequent to the date of approval of the interim report by the Board, Mr. Tsang Cheuk Lau deceased on 19th November, 2004.

By order of the Board  
**Tsang Cheuk Lau**  
*Chairman*

Hong Kong, 16th November 2004