

AUDIT COMMITTEE

The Audit Committee comprises all Independent Non-executive Directors and is responsible for review of the Group's financial information and oversight of the Group's financial reporting system and internal control procedures. The Committee is also responsible for reviewing the interim and final results of the Group prior to recommending them to the Board for approval. In performing its duties, it has unrestricted access to personnel, records and external auditors and senior management.

REMUNERATION COMMITTEE

The Company established a Remuneration Committee on 8 February 2006 with specific written terms of reference in accordance with the CG Code. The Remuneration Committee comprises all three independent non-executive directors, namely, Dr. Dong Ansheng, Mr. Poon Chiu and Mr. Wu Fengchun, and Mr. Chen Jung Hsin, CEO and an executive director of the Company.

The principal responsibilities of the Remuneration Committee include making recommendations to the Board on the Company's policy and structure for all remuneration of directors and senior management of the Company and on the establishment of a formal and transparent procedure for developing such policy, and reviewing the specific remuneration packages of all executive directors and senior management of the Company by reference to the Company's objectives resolved by the Board from time to time.

NOMINATION COMMITTEE

The Company established a Nomination Committee on 8 February 2006 with specific written terms of reference in accordance with the CG Code. The Nomination Committee comprises all three independent non-executive directors, namely, Dr. Dong Ansheng, Mr. Poon Chiu and Mr. Wu Fengchun, and Mr. Chen Jung Hsin, CEO and an executive director of the Company.

The principal responsibilities of the Remuneration Committee include reviewing the structure, size and composition of the Board and make recommendations to the Board and identifying and nominating candidates to fill Board vacancies when required.

PURCHASE, REDEMPTION OR SALE OF THE COMPANY'S LISTED SECURITIES

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 June 2006.

By Order of the Board
Chen Jung Hsin
CEO & Executive Director

Hong Kong, 18 September 2006