

## INTERIM DIVIDEND

The Board of Directors does not recommend payment of interim dividend for the period ended 30 June 2006 (2005: nil).

## CHARGE ON ASSETS AND CONTINGENT LIABILITIES

As at 30 June 2006, there were no charges on the Company's assets or any significant contingent liabilities (31 December 2005: Nil).

## EMPLOYEE

As at 30 June 2006, the Group had three employees, basic salary and mandatory provident fund scheme are provided to the employees. No share option scheme is granted.

## AUDIT COMMITTEE

The Audit Committee comprises three independent Non-executive Directors. This Committee acts in an advisory capacity and makes recommendations to the Board. It met on 13 September 2006 to review the Group's 2006 interim results before it was tabled for the Board's approval.

## REMUNERATION COMMITTEE

The Remuneration Committee is headed by Mr. Liu Xiao Guang, the Chairman of the Board. The other members of the Remuneration Committee are the three independent Non-executive Directors, Mr. To Chun Kei, Mr. Fung Tze Wa and Mr. Kwong Chun Wai Michael.

## PURCHASE, SALE OR REDEMPTION OF SHARES

During the period from 1 January 2006 to 19 April 2006, 23,830,000 shares of HK\$0.01 each were repurchased by the Company at prices ranging from HK\$0.158 to HK\$0.255 per share through The Stock Exchange of Hong Kong Limited and all of the repurchased shares were subsequently cancelled.