YEAR 2000 COMPLIANCE

The use of two digits to represent the year in certain computer databases to save storage space has created the Year 2000 issue in computers. Computer hardware and software which are not Year 2000 compliant may generate incorrect results for processing or retrieving time-related information.

The Group has reviewed its internal computer system for Year 2000 compliance. The result of the review indicates that the Group's computer hardware and software are Year 2000 compliant.

The Group has also completed the review of its products for Year 2000 compliance and solutions have been supplied to its customers. The result of the review indicates that its products are Year 2000 compliant.

The Directors confirm that the Group has not experienced any problem relating to Year 2000 compliance issue since 1st January, 2000. According to the Directors, the Group does not adopt or maintain any insurance policy for the Year 2000 compliance issue.