

CODE OF BEST PRACTICE

Save that the independent non-executive directors of the Company are not appointed for specific terms, but are subject to retirement by rotation and re-election at the annual general meeting of the company in accordance with the Company's bye-laws, 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 30 September 2000, in compliance with the Code of Best Practice as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. In addition, the Company has established an audit committee for reviewing and supervising of the Group's financial reporting process and internal controls.

By Order of the Board

Tang Ching Ho

Chairman and Managing Director

Hong Kong, 22 December 2000