

CODE OF BEST PRACTICE

None of the Directors of the Company 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 31st May, 2001, in compliance with the Code of Best Practice as set out in Appendix 14 of the Listing Rules except that the Non-executive Directors are not appointed for any specific terms as they are subject to retirement by rotation and re-election at the Company's annual general meeting in accordance with the Bye-laws of the Company.

APPRECIATION

I take this opportunity to thank our shareholders, my fellow directors and our staff members for their dedication and support.

Thomas Lau, Luen-hung
Chairman

Hong Kong, 8th August, 2001