



PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES, CODE OF BEST PRACTICE

PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2001, save and except that one and 1,000 Preference Shares were converted by way of redemption into 2,093 and 2,093,659 Ordinary Shares of the Company on 1 June 2001 and 13 June 2001 respectively. The Ordinary Shares were allotted at an issue price of HK\$3.7 per Ordinary Share and the Preference Shares were redeemed at US\$1,000 per Preference Share.

CODE OF BEST PRACTICE

None of the directors of the Company is aware of information that would reasonably indicate that the Company is not, or was not for any part of the period under review, in compliance with the Code of Best Practice as set out in Appendix 14 of the Hong Kong Listing Rules.

By order of the Board

LI Wenye

Chairman

Hong Kong, 21 September 2001