

**SUBSTANTIAL SHAREHOLDERS' INTERESTS IN THE SHARE CAPITAL**

Apart from the interests of Sky Entertainment and Mr. Ho Wing Yuk in the issued share capital of the Company, as disclosed in the "Directors' interests in share capital" section above, no person had registered an interest amounting to 10% or more of the issued share capital of the Company at the date of this report, pursuant to Section 16(1) of the SDI Ordinance.

**COMPLIANCE WITH THE CODE OF BEST PRACTICE OF THE LISTING RULES**

In the opinion of the directors, the Company complied with the Code of Best Practice, as set out in Appendix 14 of the Listing Rules, throughout the period covered by the interim report, except that certain of the independent non-executive directors are not appointed for a specific term, but are subject to retirement by rotation and re-election at the annual general meeting in accordance with the bye-laws of the Company.

**AUDIT COMMITTEE**

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters including a review of the unaudited interim accounts for the six months ended 31 October 2001.

On behalf of the Board

**Lo Wai Shing Felix**

*Chairman*

Hong Kong, 25 January 2002