

13. Commitments

The Group did not have any significant capital commitments at the balance sheet date.

At 30 June 2002, the Group had total future aggregate minimum lease payments under non-cancellable operating leases as follows:

	Other properties	
	30/06/02 HK\$'000	31/12/01 HK\$'000
Within one year	618	618
In the second to fifth year inclusive	773	1,082
	<u>1,391</u>	<u>1,700</u>

14. Audit Committee

The unaudited interim report has been reviewed by the Group's audit committee.

OTHER INFORMATION REQUIRED BY THE LISTING RULES

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the six months ended 30 June 2002, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

DIRECTORS AND CHIEF EXECUTIVES'S INTERESTS IN EQUITY OR DEBT SECURITIES

(i) Shares

At 30 June 2002, the interests of the directors and the chief executives of the Group in the share capital of the Company as recorded in the register maintained by the Company pursuant to Section 29 of the Securities (Disclosure of Interests) Ordinance ("SDI Ordinance") were as follows:

Number of ordinary shares held

Name of directors	Personal interests	Corporate interests
Chan Sheung Wai (Note)	–	60,000,000
Ma Tak Lun	380,000	–

Note: The shares of the Company are held by MCC814 (Holdings) Limited, a company which is beneficially owned by Mr. Chan Sheung Wai.

- (ii) Apart from the above, at no time during the period was the Company or its subsidiaries a party to any arrangement to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2002, the register of substantial shareholders maintained by the Company pursuant to Section 16(1) of the SDI Ordinance shows that the following shareholder had an interest of 10% or more in the issued share capital of the Company:

Name of shareholder	Number of shares held	Percentage of total issued shares
Charm Management Limited	200,000,000	28.08%

Other than as disclosed above, the Company has not been notified of any other interests representing 10% or more of the Company's issued share capital as at 30 June 2002.

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 30 June 2002, in compliance with the Code of Best Practice as set out in Appendix 14 of the Listing Rules.

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters including a review of the unaudited condensed accounts for the six months ended 30 June 2002 with the directors.