

## **SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS**

At 30 September, 2004, the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO shows that Mr. Ling Tai Yuk, John and his controlled corporation stated under paragraph headed "Directors' and chief executives' interests and short positions" are the only substantial shareholders of the Company.

Other than as disclosed above, the Company has not been notified of any other relevant interests or short positions in the issued share capital of the Company as at 30 September, 2004.

## **AUDIT COMMITTEE**

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed with the management the auditing practices, the internal controls and the financial reporting. In addition, the Audit Committee has reviewed the unaudited interim financial statements for the six month period ended 30 September, 2004.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S SECURITIES**

The Company had not redeemed any of its shares during the six month period ended 30 September, 2004. Neither the Company nor any of its subsidiaries had purchased or sold any of its listed securities during the six month period ended 30 September, 2004.

## **CODE OF BEST PRACTICE**

None of the Directors of the Company are aware of any information which would reasonably indicate that the Company is not, or was not for any part of the six months ended 30 September, 2004, 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, except that the non-executive directors are not appointed for a specific term, but are subject to retirement by rotation in accordance with the provisions of the Company's Bye-Laws.