



EMPLOYEES

At 30 September 2004, the Group employed approximately 2,500 employees. Remuneration for employees including medical benefits is determined based on industry practice, performance and working experience of the employees, and the current market conditions. The Group has implemented a training scheme to nurture a new generation of journalists.

EXPOSURE TO FOREIGN EXCHANGE

The revenue of the Group is mainly denominated in Hong Kong dollars and the production cost is denominated in HK and US dollars, therefore the Group is not exposed to any foreign currency exchange risk provided Hong Kong's pegged exchange rate system remains unchanged.

CORPORATE GOVERNANCE

On 25 October 2004, Messrs. Grant Thornton were appointed as auditors of the Company to fill the vacancy following the resignation of Messrs. Deloitte Touche Tohmatsu until the conclusion of the next annual general meeting of the Company.

The Audit Committee of the Company has reviewed with Messrs. Grant Thornton the unaudited interim financial statements for the six months ended 30 September 2004.

The Company has complied 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 throughout the six months ended 30 September 2004 save that the non-executive directors are not appointed for a specific term of office.

PURCHASE, SALE AND REDEMPTION OF THE COMPANY'S SECURITIES

During the period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's securities.