

Notes:

1. These shares were held by Taco Holdings Limited, a company incorporated in the British Virgin Islands, the entire share capital of which is held and beneficially owned by Mr So Chi Hiu.

In addition to the above, Mr So Chi Hiu has non-beneficial personal equity interests in certain subsidiaries held for the benefit of the Company solely for the purpose of complying with the minimum company membership requirements.

2. Martin Currie Investment Management Limited was the investment manager of Martin Currie China Hedge Fund Limited.

Save as disclosed above, no person had registered an interest or short position in the shares or underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO.

PURCHASE, SALE OR 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 Period.

CORPORATE GOVERNANCE

The Company has complied with the Code Provisions on Corporate Governance (the "Code Provision(s)") as set out in Appendix 14 of the Listing Rules throughout the six months ended 30 September 2005 except for the following deviations:

1. Under Code Provision A.2.1, the roles of the chairman and chief executive officer should be separate and should not be performed by the same individual. The chairman of the Company, is also responsible for overseeing the general operations of the Group. The Company does not at present have any office with the title "Chief Executive Officer".

2. Under Code Provision A.4.1, the non-executive directors should be appointed for a specific term, subject to re-election. One of the independent non-executive directors of the Company is not appointed for specific terms, but are subject to retirement by rotation at the general meetings in accordance with the Company's memorandum and articles of association.

The Board will review in the current year and propose any amendment, if necessary, to ensure compliance with the Code Provisions on Corporate Governance as set out in the Listing Rules.

AUDIT COMMITTEE

The Company has an audit committee which was established in accordance with the requirements as set out in Appendix 14 of the Listing Rules for the purposes of reviewing and providing supervision over the Group's financial reporting process and internal controls. To comply with the new requirement under the Code of Corporate Governance Practices, new terms of reference for the audit committee was adopted on 26 July 2005. The audit committee comprises the three independent non-executive directors of the Company. The present members of the audit committee are Mr. Lok Shing Kwan, Sunny, Mr. Chiang Chi Kin, Stephen and Mr. Chan Kin Sang. Mr. Lok Shing Kwan, Sunny is the chairman of the Committee.

REMUNERATION COMMITTEE

The Company establishes a remuneration committee with written terms of reference on 26 July 2005 pursuant to the provisions set out in the Code of Corporate Governance Practices contained in Appendix 14 of the Listing Rules. The primary role of the remuneration committee is to ensure that there is a formal and transparent procedure adopted by the Company for developing policies on, and for overseeing, the remuneration packages of all the directors of the Company. The remuneration committee comprises the three independent non-executive directors of the Company. The present members of the remuneration committee are Mr. Lok Shing Kwan, Sunny, Mr. Chiang Chi Kin, Stephen and Mr. Chan Kin Sang. Mr. Lok Shing Kwan, Sunny is the chairman of the committee.