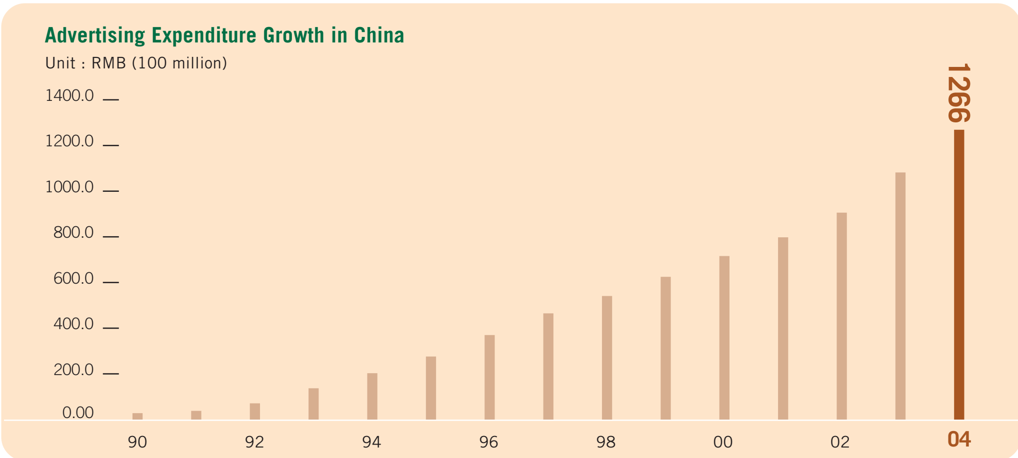
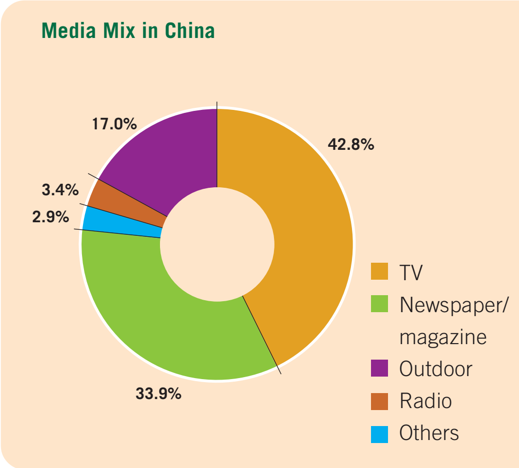
Industry Overview

The advertising market in China as a whole continued to grow in 2005 at a rate largely in line with the country's economic growth, even though the impact of government austerity measures on certain industries such as real estate and automobiles continued to affect advertisers' expenditure on traditional advertising media. Advertising expenditure in China as a ratio of the country's GDP is still very low compared to that in western countries. We believe that as consumer spending continues to increase in China, as promoted by government policies and major sporting events, including the 2008 Beijing Olympics, scheduled to take place in the near future, advertising expenditure will continue to grow at a reasonably high rate.

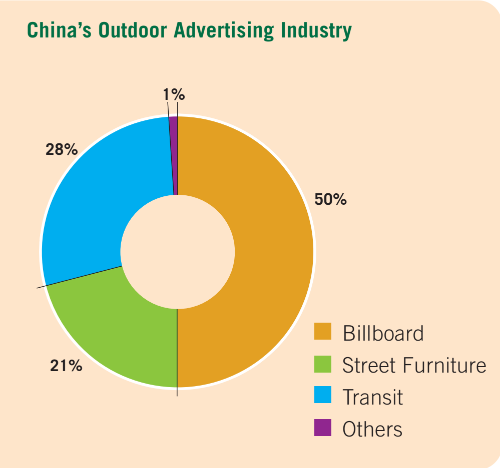


Source: SAIC 2004

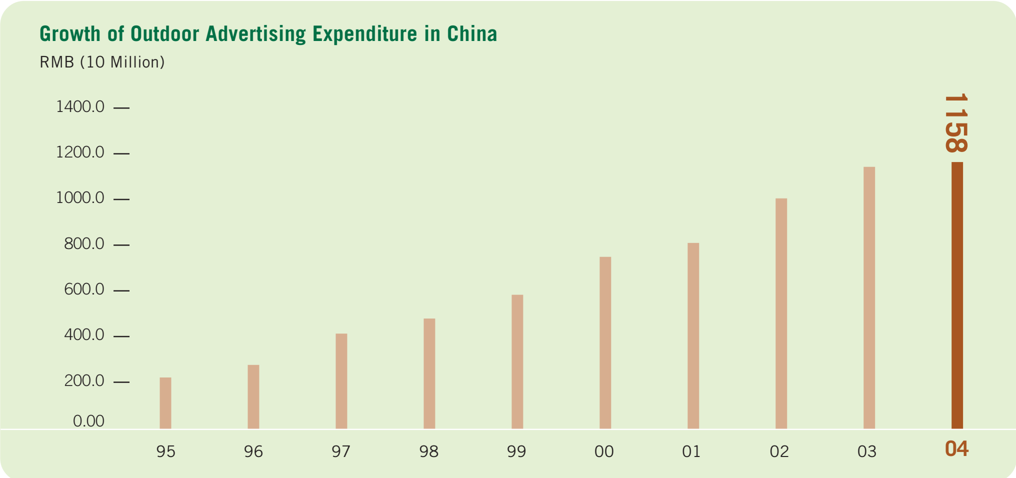
Broken down by medium, television remains the dominant advertising mode in China, followed by print and outdoor media. While television remains the medium of choice for many advertisers, there has been some switching of advertising expenditure from traditional media into other media such as outdoor advertising, as advertisers become more aware of the cost-effectiveness of outdoor advertising.



Source: SAIC 2004



Source: CODC 2004



Source: SAIC 2004

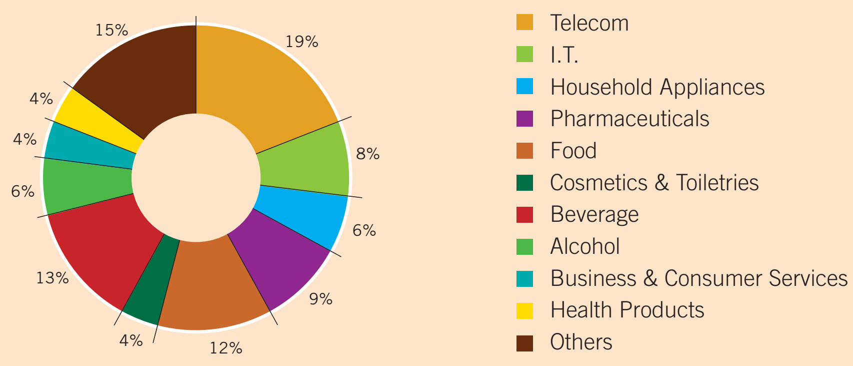
Operations Review

As at 31 December 2005, Clear Media operated the most extensive standardized bus shelter advertising network in China, with a total of over 25,000 12-sheet-equivalent panels spanning 30 major cities across China.

The emergence of an increasingly consumer-focused economy in China meant that the top three contributors to Clear Media's turnover remained to be the telecommunications, beverages and food industries, respectively. Encouragingly, in 2005, many leading advertisers from other sectors increased their advertising expenditure with Clear Media. Specific growth areas included the food and information technology industries, many companies from which are now adopting more sophisticated advertising strategies to boost their sales and market shares.

The Group's core bus shelter advertising business continued to deliver solid performance levels during the last 12 months. Total sales revenue of bus shelter advertising rose to HK$664 million, representing a 25% increase over HK$533 million recorded during the previous financial year. The encouraging increase in sales was primarily the result of a 22% increase in the average time-weighted number of advertising panels and a 5% increase in average selling price. Average occupancy rate remained at 65% (2004: 65%), despite the substantial increase in the number of advertising panels.

Clear Media's Client Mix 2005 (by industry)



City Highlights: Contribution of Top Ten Cities to Bus Shelter Advertising Revenue (2005)

City	% of Turnover
Beijing	19
Guangzhou	17
Shanghai	14
Chengdu	6
Hangzhou	5
Nanjing	5
Shenzhen	5
Xi'an	3
Wuhan	2
Jinan	2

Key Cities:

Bus shelter advertising panels in the key cities of Beijing, Shanghai and Guangzhou accounted for 42% of the Group's total number of bus shelter advertising panels during 2005.

Aggregate sales value in all three key cities remained buoyant throughout 2005, amounting to HK$333 million (2004: HK$262 million) and accounting for 50% of our total sales in 2005. This represented an increase of 27% over the corresponding sales figure of HK$262 million recorded during 2004.

Beijing

In 2005, we focused on the integration of bus shelters acquired in late 2004 to tap into opportunities arising from the 2008 Beijing Olympics Games. Sales of bus shelter advertising panels in Beijing grew by 44% to reach HK$128 million in 2005 (2004: HK$89 million). Contribution of the newly-acquired bus shelters accounted for most of the sales revenue increase. However, the average selling price and occupancy rate experienced drops in 2005.

Shanghai

In 2005, the Group's market leadership position in Shanghai held steady at its 2004 level, substantiating our role as a major player in this booming city's outdoor advertising business. The Group's sales revenue in Shanghai during the last 12 months rose to HK$89 million, representing an increase of 20% over HK$74 million recorded in 2004. The increase is largely the result of a 17% jump in the average selling price, as well as a 16% increase in the average number of bus shelter advertising panels, notwithstanding the drop in the average occupancy rate to 70%.

We plan to further increase our presence in Shanghai by organically building several hundred advertising panels in 2006 and converting the existing static bus shelter advertising panels in Shanghai to scrolling panels. In so doing, we can further improve the productivity of our network in Shanghai, as well as better support our advertisers' marketing campaigns, in anticipation of the 2010 Shanghai World EXPO.

Guangzhou

The Group maintained its leadership position as Guangzhou's outdoor advertising market leader in 2005. The sales revenue increased to HK$116 million in 2005, representing a 17% growth over HK$99 million recorded last year. This was largely the result of a 10% increase in the average selling price and a 11% increase in the number of advertising panels, notwithstanding that the average occupancy rate dipped marginally to 68%.

Mid-Tier Cities

Measures taken by the Group to capitalize on available opportunities in its network of 27 Chinese mid-tier cities in 2005 resulted in a rebound of their performance. Over the course of the year, we have further expanded our network by building and acquiring more than 1,000 advertising panels across all 27 mid-tier cities, bringing our total number of mid-tier city advertising panels to over 14,000 by the end of 2005. Sales generated by the 27 mid-tier cities accounted for 50% of the Group's bus shelter sales during 2005. This figure represents a 22% increase over the figure recorded during the previous financial year. The mid-tier cities which delivered the most outstanding results during 2004 were Chengdu, Nanjing and Hangzhou, where the Group holds leading market shares. The stellar performance of these cities was a result of the Group's efforts in strengthening our sales force and sales support in customer services, as well as adopting innovative marketing activities.

Other Advertising Formats

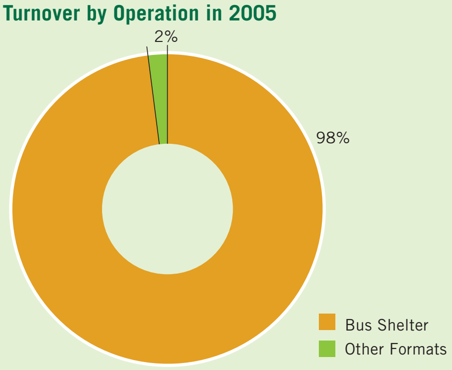
During 2005, the Group's airport advertising business at Terminal One of Beijing International Airport generated sales of HK$9 million. This figure represents a 4.6 times increase over 2004's HK$2 million as we experienced a full year of operations. We have extended the airport advertising contract with the relevant PRC authority in early 2006 for another year. Revenues from point-of-sale advertising and unipole advertising fall from HK$4 million in 2004 to HK$2 million in 2005. The 53% decrease was primarily the result of the Group's decision to subcontract these areas of its businesses to third parties. The Group expects these three business segments to remain comparatively small as compared to its core bus shelter advertising business, as the Group is currently concentrating on consolidating and increasing its share of China's bus shelter advertising market.

Financial Review

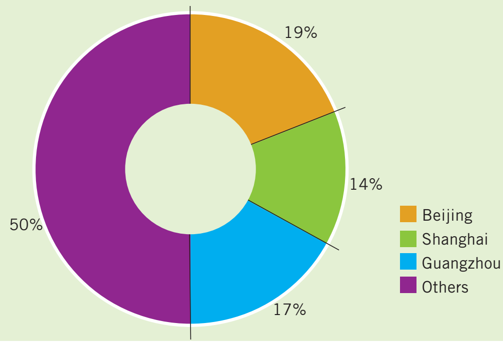
Turnover

The Group's turnover of HK$675 million during 2005 demonstrated solid growth of 25% when measured against the previous financial year. The increase is mainly the result of the rise in revenue from its core bus shelter advertising business. The Group's turnover for 2005 was wholly generated by its operations in China.

Turnover by Operation in 2005



Turnover by Geographical Location in 2005



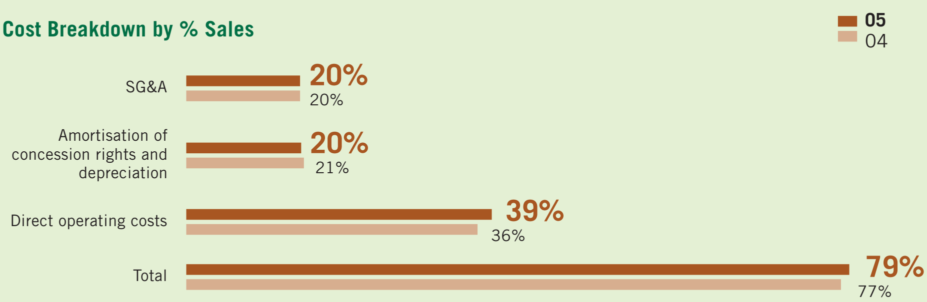
EBITDA

During 2005, the Group's earnings before interest, tax, depreciation and amortization ("EBITDA") rose to HK$286 million. This figure represents a 22% increase over the corresponding EBITDA figure of HK$235 million (restated) for 2004. The Group's EBITDA margin during the year under review marginally dipped to 42.4% compared to 43.7% recorded in 2004.

Expenses

During the year under review, the Group's direct operating costs, which included electricity, rental, maintenance, and sales and cultural levies, rose to HK$257 million. This figure represents a 32% increase over the direct operating costs figure of HK$195 million for 2004.

Cost Breakdown by % Sales



Rising from 18% of sales in 2004 to 21% of sales in 2005, rentals remained the largest of the Group's direct operating costs. This increase is largely due to the increased number of advertising panels after the acquisition of bus shelters in Beijing in 2004. Additional direct costs included: maintenance which accounted for 5% of total sales in 2005 (2004: 6%); electricity which accounted for 5% of sales in 2005 (2004: 4%); and sales and cultural levies which accounted for 8% of sales in 2005 (2004: 8.5%).

Amortization of concession rights and depreciation of fixed assets accounted for 20% of total sales in 2005 (2004: 21%).

In 2005, the Group continued its prudent policy of strengthening its sales capability in order to provide better services for its expanding client base. Our major activities in this respect included the establishment of a dedicated sales team to handle sales activities for the newly-acquired bus shelters in Beijing.

During 2005, the Group hired an additional 20 sales and marketing staff. The new addition brought the total size of the Group's sales and marketing team to 318 in 2005 (2004: 298). The Group also continued its successful policy of increasing the salary packages of staff who have demonstrated particularly strong performance over time. Accounting for 20% of sales (2004: 20% (restated)), the Group's selling, general and administrative expenses for 2005 increased by 24% over last year. Upon the adoption of new accounting standard, HKFRS2 "Share-based Payment", the Group recognized HK$7 million of share option expenses in 2005. The staff costs for the year 2004 have also been restated to recognize the share option expenses of HK$7 million.

EBIT

In the year under review, the Group's EBIT grew to HK$150 million, a 25% increase over the HK$120 million EBIT figure in 2004 (restated). The improvement was largely due to the increase in the Group's EBITDA as discussed above. In 2005, the Group maintained an EBIT margin of 22%, which is the same as 2004.

Finance Costs

The increase in finance costs from HK$10 million in 2004 to HK$18 million in 2005 was largely due to the provision of a HK$17 million redemption premium for the zero coupon convertible bonds the Group issued during the second half of 2004. In the event that the holders of these convertible bonds exercise their options to convert their bonds into equity, all relevant provisions will be reversed at that stage.

Taxation

During 2005, taxes levied on the Group amounted to approximately HK$24 million (2004: HK$14 million). The higher tax expenses in year 2005 were mainly due to the increase of provision for deferred tax liability.

Net Profit

The Group's net profit in 2005 rose to HK$105 million, a 20% increase over the net profit figure of HK$88 million (restated) for 2004, inspite of the Group's provision of a redemption premium for its latest convertible bond issue for the full year in 2005. The Group's net profit margin for the year remained stable at 16% (2004: 16% (restated)).

Liquidity and Financial Resources

The Group continued to enjoy a strong financial position at the end of 2005, with cash and cash equivalents amounting to HK$303 million as at 31 December 2005, a slight decrease from HK$337 million in 2004.

In the year under review, the Group also continued to finance its operational and investment activities mainly with internally-generated cash flow and proceeds from the convertible bonds issued in 2004.

Cash Flow

Net cash generated by operating activities enjoyed a substantial improvement during 2005, rising from HK$189 million as at 31 December 2004 to reach HK$217 million as at 31 December 2005. Much of the increase is attributable to the increase in operating profit which rose even though some of the profit was utilized to secure acquisitions.

The Group's net cash outflow from investing activities during the year under review amounted to approximately HK$179 million. This figure represents a decrease of 48% when compared to the HK$347 million net cash outflow figure for 2004. This decrease reflected the cost of the Group expanding its network in Beijing substantially through acquisitions in 2004.

The Group's total net cash inflow from financing activities during 2005 amounted to HK$73 million as compared to the net cash inflow of HK$271 million in 2004, as the

Group repaid all of its outstanding bank loans during the year under review and received proceeds from the issue of zero coupon convertible bonds in 2004.

Accounts Receivable

The Group's accounts receivable balance due from third parties grew from HK$195 million as at 31 December 2004 to HK$236 million as at 31 December 2005. None of the accounts receivable was due from connected persons, as defined in the Rules Governing The Listing of Securities (the "Listing Rules") on the Stock Exchange of Hong Kong Limited (the "Stock Exchange"). The Group's average accounts receivable outstanding days remained stable at 135 days on a time-weighted basis (2004: 133 days) and improved slightly on a simple average basis to 122 days (2004: 126 days). The Group has further expanded its debt collection team in 2005 and will continue to adopt effective measures over the credit control and debt collection process. In 2005, additional provision has been made against balances with potential collection problems. Further, management has also written off HK$7 million of balances following the change in the financial status of certain customers and other developments noted during the year which led management to conclude that such balances are no longer recoverable.

Due from a related party

In 2005, the amounts due from the Guangdong White Horse Advertising Company Limited ("GWH") increased by 34% from HK$20 million as at 31 December 2004 to HK$27 million as at 31 December 2005, as new sales generated through GWH as a percentage of the Group's business increased from 3% in 2004 to 5% in 2005. This is mainly due to the increase of orders placed through GWH during the fourth quarter of the year.

Prepayments, Deposits and Other Receivables

As at 31 December 2005, the Group's total prepayments, deposits and other receivables stood at HK$265 million. This figure represents a 1.5 times increase over the equivalent HK$105 million figure recorded at the end of the previous financial year. The increase in prepayments, deposits and other receivables was mainly due to the deposit of HK$100 million paid to the High Court in Hong Kong in respect of litigation proceedings involving Advertasia Street Furniture Limited. This sum will remain at the High Court pending the outcome of the appeal to the Court of Final Appeal. This deposit however will bear interest at prevailing market rates. Please refer to the Contingent Liabilities section for more information about the litigation. In addition, there is also a deposit to secure future bus shelter concession rights.

Other Payables and Accruals

The Group's total other payables and accruals as at 31 December 2005 were HK$175 million. This figure represents a 14% decrease over the corresponding figure of HK$202 million as at 31 December 2004. The decrease was due mainly to the settlement of capital expenditure payable at the end of 2004. It would be inappropriate to give the turnover days against sales figure as the payable is more closely related to capital expenditure incurred for the acquisition of bus shelter concession rights.

Free Cash Flow

In 2005, the Group had a positive free cash flow of HK$75 million. The Group experienced negative free cash flow of HK$129 million in 2004. 'Free cash flow' is defined as EBITDA (before equity-settled share option expenses) less cash outflow on capital expenditure, less income tax and net interest expense. The improvement of free cash flow was mainly due to the higher EBITDA in 2005 and lower capital expenditure in 2005 as compared to 2004.

Assets and Liabilities

As at 31 December 2005, the Group's total assets amounted to HK$2,063 million, a 6% increase of the HK$1,945 million (restated) figure recorded as at 31 December 2004. The Group's total liabilities for the year under review amounted to HK$509 million. This figure represents a 6% decrease over the HK$544 million (restated) total liabilities figure for the previous financial year. The Group's net assets at the end of 2005 stood at HK$1,553 million, a 11% increase over the corresponding figure of HK$1,401 million (restated) as at 31 December 2004.

As at 31 December 2005, the Group had pledged deposits of RMB31 million (approximately HK$30 million) to banks as security for bills payable of RMB27 million (approximately HK$26 million). All of the Group's bank borrowings are repayable within one year.

Share Capital and Shareholders' Funds

During the year under review, the Group's issued and fully-paid share capital remained unchanged from the HK$50 million level it had reached as at 31 December 2004. Total equity as at 31 December 2005 rose to HK$1,553 million, a 11% increase over the HK$1,401 million (restated) figure for 2004. The Group's reserves during 2005 totaled HK$1,479 million, a 11% increase over the corresponding figure of HK$1,335 million for 2004. The Group undertook no share repurchases during 2005.

The Group's debt-to-equity ratio for 2005 was 20%, compared to the corresponding figure of 21% (restated) for 2004. 'Debt-to-equity ratio' is defined as being the percentage of net interest-bearing borrowings over shareholders' funds.

Exposure to Foreign Exchange Risk

The Group's only investment in China remains its operating vehicle, Hainan White Horse Advertising Media Investment Company Limited (the "WHA Joint Venture"), which solely conducts business within the PRC. Leaving aside interest payable, repayment of foreign currency loans obtained to finance WHA Joint Venture's operations and any potential future dividend WHA Joint Venture may declare to its shareholders, the bulk of its turnover, capital investment and expenses is denominated in Renminbi. At the time of printing this report, the Group had not experienced any difficulties in obtaining government approval for its necessary foreign-exchange purchases. During the year under review, the Group did not issue any financial instruments for hedging purposes.

Capital Expenditure

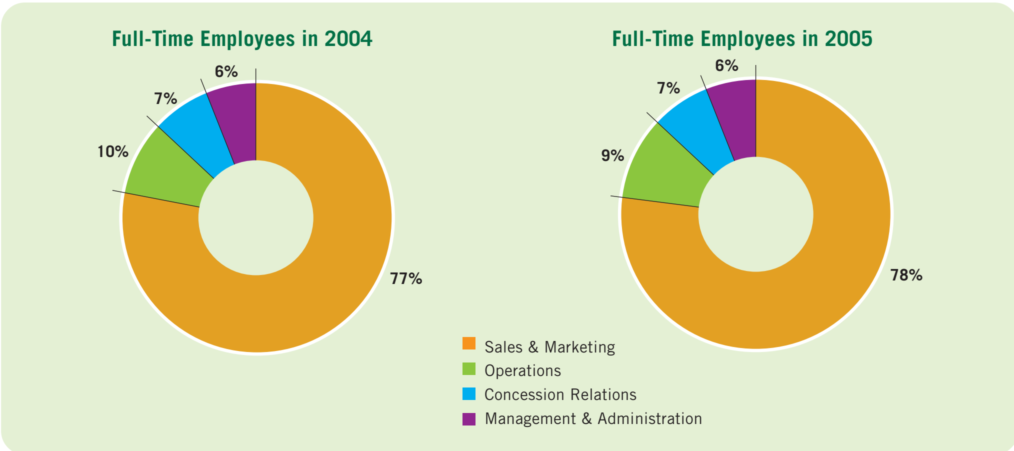
The Group remains firmly committed to strengthening its position as a major player in China's outdoor media sector. To this end, in 2005, the Group actively expanded its network by acquiring concession rights to build bus shelters. For the year ended 31 December 2005, the Group had spent HK$129 million on the acquisition of additional bus shelter concession rights. This figure represents a 66% decrease over the equivalent HK$378 million spent on the acquisition of bus shelter concession rights in 2004. An additional HK$4 million worth of expenses were incurred in relation to other fixed assets (2004: HK$4 million).

Material Acquisitions and Disposals

During the year under review, the Group undertook no material acquisitions or disposals in respect of any of its subsidiaries, associates or joint ventures.

Employment, Training and Development

As at 31 December 2005, the Group had a total of 408 employees, an increase of 6% over the 385-strong workforce the Group employed as at 31 December 2004. Total staff costs for 2005 amounted to 10% of the Group's turnover (2004: 10% (restated)). The main contributor to this increase was the Group's Sales and Marketing Division, which grew from 298 staff in 2004 to 318 staff during the year under review. Such an increase is fully consistent with the Group's stated objective of improving sales support of its expanding outdoor media network in China. Training courses and conferences aimed at improving team members' knowledge and skills were organized throughout the year. Employees of Clear Media are remunerated based on their performance, experience and prevailing industry practices, with all compensation policies and packages reviewed on a regular basis. Distributing bonuses linked to the performance of both individual employees and the Group as a whole is a primary way in which the Group recognizes value creation among its team members.



Human capital has always been our key asset for sustainable growth. To ensure that we can recruit and retain high caliber staff to strengthen our competitiveness, especially in the sales and marketing functions, we have substantially increased remuneration in 2005 and will continue to expand our sales force in 2006 to keep pace with our network's growth and to continue providing high quality services and support to our clients.

Remuneration Policies and Benefits

The Group conducts regular reviews of its compensation policies and packages. Individual employees' salary and benefits packages are reviewed annually on the basis of individual performance, experience and prevailing industry trends. In recognizing value creation, the Group also occasionally pay bonuses that are linked to the performance levels of both the individuals and the Group as whole. Such bonuses usually account for a substantial part of the total take-home pay of the Group's sales team. The Group has also participated in the employee retirement scheme operated by the relevant local government bureaus in the PRC, as well as Mandatory Provident Fund retirement benefits scheme (the "MPF Scheme") under the Mandatory Provident Fund Schemes Ordinance in Hong Kong, and makes contributions for its eligible full-time employees. Additional incentives in the form of share options are often granted to senior management staff in order to ensure that their individual interests are aligned with those of the Group as a whole.

Charges of Group Assets

There was no charge on the Group's assets during the year under review other than time deposits of RMB31 million (approximately HK$30 million) pledged as securities for bills payable of RMB27 million (approximately HK$26 million).

Contingent Liabilities

(a) At the balance sheet date, contingent liabilities not provided for in the financial statements were as follows:

	2005	2004
	HK$'000	HK$'000
Bills discounted with recourse	**8,843**	2,820

(b) On 10 August 1999, Advertasia Street Furniture Limited ("Advertasia"), an independent third party, commenced an action against China Outdoor Media Investment (Hong Kong) Company Limited ("China Outdoor Media (HK)"), a wholly owned subsidiary of the Company, in the High Court of Hong Kong with regard to an agreement dated 21 April 1999 entered into by them for the sale of the entire issued share capital of four Hong Kong private companies by Advertasia to China Outdoor Media (HK) for the sum of HK$68 million (the "Agreement"). Advertasia alleged that China Outdoor Media (HK) had wrongfully, and in breach of the Agreement, refused to purchase the shares held by Advertasia in the four private companies and/or failed to tender a payment of HK$50 million in relation to the Agreement. China Outdoor Media (HK) argued on a number of grounds, including, that a required condition precedent of the Agreement was not met, in that the joint venture contracts attached to the Agreement were not valid.

On 28 November 2001, (i) Outdoor Media China, Inc. ("OMC"), a company incorporated under the laws of Western Samoa with limited liability and a substantial shareholder with a 3% interest in the Company, (ii) Han Zi Jing, one of the directors of the Company, (iii) Clear Channel Outdoor, Inc. ("CCO"), one of the substantial shareholders of the Company, (iv) China Outdoor Media (HK) and (v) the Company entered into a Deed of Indemnity (as amended, the "Deed of Indemnity"). Under the terms of the Deed of Indemnity, OMC and CCO have covenanted and undertaken to indemnify the Company and its group companies against all claims (including this claim), whether or not successful, compromised or otherwise settled, and any actions, damages, penalties, liabilities, legal fees, enforcement costs and expenses incurred by the Company and its group companies in respect of the claims.

On 8 October 2004, the High Court, acting as a court of first instance, made an order of specific performance of the Agreement in favour of Advertasia pursuant to which China Outdoor Media (HK) will be required to complete the purchase of the aforementioned four private companies for a consideration of HK$68 million. In addition, China Outdoor Media (HK) was ordered to pay to Advertasia (i) HK$1,216,404 in equitable damages; (ii) interest at the rate of 1% over the prime rate on the sum of HK$50 million from 5 May 1999 to the date of judgment and on the sum of HK$18 million from 30 June 2000 to the date of judgment; and (iii) interest on the respective sums of HK$144,122, HK$706,967 and HK$365,284 at the rate of 1% over the prime rate from dates to be agreed between Advertasia and China Outdoor Media (HK) to the date of judgment. China Outdoor Media (HK) was also ordered to pay the costs of the action. China Outdoor Media (HK) made an unsuccessful appeal against this judgment in the Court of Appeal and has subsequently filed an appeal to the Court of Final Appeal in Hong Kong. As China Outdoor Media (HK) has the benefit of an indemnity provision under the Deed of Indemnity against the claim by Advertasia, the Company believes that the said judgment will not have a material impact on its business.

In January 2005, China Outdoor Media (HK) paid to the High Court the sum of HK$100 million in respect of the aforementioned claim made by Advertasia , and this amount of money will remain at the High Court until the result of the appeal to the Court of Final Appeal. The Group is still entitled to the deposit and will receive interest at market deposit rates during the period. Moreover, under the Deed of Indemnity reached between the Company and its shareholders, the Company will be fully indemnified against all damages, penalties, liabilities, legal fees, enforcement costs and expenses incurred by the Company and its group companies in respect of the claims.

Save as disclosed above, neither the Company nor any of its subsidiaries is engaged in any litigation or arbitration of material importance and, so far as the directors are aware, no litigation or arbitration of material importance is pending or threatened against the Company.

Outlook

Looking ahead, we believe the advertising market will grow at a pace largely in line with the country's economic growth. China's 11th Five-Year Plan is expected to be in line with policy makers' plans to stimulate consumption spending as a key driver of the country's economic growth, and the Group believes that such a policy will improve the market's sentiment towards advertisers. As the 2008 Beijing Olympic Games draw closer, this event may also help provide a favorable environment for brands to increase their advertising expenditure levels.

Following a year of consolidation in 2005, the Board has formulated a plan for the next few years aimed at capitalizing on key opportunities to take the Group's business to new heights. In the coming years, the Group will continue our focus on bus shelter advertising given the product's enduringly strong growth potential. The Group fully intends to fuel further expansion of our network by maintaining our tried and trusted strategy of both organic growth and acquisitions. In 2006, the Group's growth strategies will build upon the following three cornerstones:

Expansion in our nationwide network

The Group will continue to expand our nationwide network by increasing the number of advertising panels each year. Key cities are the primary focal points for both major domestic and international brands, which are driving the growth in terms of both advertising expenditure and market demand. For this reason, we intend to continue our highly successful policy of strengthening our presence in these areas via organic development as well as acquisitions.

While the Group plans to expand our network strength in China's three key cities, we also intend to increase our presence in the 27 mid-tier cities that make up its nationwide network. It is expected that the majority of such expansions will occur in cities where local economies and advertising expenditure levels have experienced phenomenal growth during recent years.

Launch of new and upgraded panels to increase panel yields in Shanghai

In 2006, the Group plans to convert all its existing static bus shelter panels in Shanghai to scrolling advertising panels, in order to further improve the competitiveness of our network and the productivity of our panels. The conversion will be carried out in 3 stages throughout the year.

We also plan to expand our existing network in Shanghai organically through the building of bus shelters in 2006.

Olympics advertising packages

The Group will launch a three-year Olympics advertising package with an objective to monetize on the market opportunities brought forth by the 2008 Beijing Olympic Games, the benefit to the Group will likely be felt only in 2007 and 2008 as the Games draw closer.

Based on the sales orders on hand so far for 2006, we believe that our business will continue to enjoy healthy growth in the coming year. The Board will continue its close monitoring and control of costs and expenses in order to further enhance the Group's operational efficiency.

SUPPLEMENTARY INFORMATION

Purchase, Sale or Redemption of Shares

The Group has not redeemed any of its shares during the year. Neither the Group nor any of its subsidiaries has purchased or sold any of the Group's shares during the year.

Corporate Governance

Clear Media is committed to achieving high standards of corporate governance which it believes are crucial to the development of the Company and to the safeguarding of the interests of its shareholders.

Our Audit Committee is comprised of four non-executive Directors, three of whom are independent. The Audit Committee had reviewed the accounting principles and practices adopted by the Group and has also discussed the year end closing and internal audit process, internal control and financial reporting matters for the year ended 31 December 2005 with the management.

The Company has adopted the terms of the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules and the Code on Corporate Governance Practices as set out in Appendix 14 ("the Code") of the Listing Rules.

In the opinion of the Board, the Company has complied with the Code and, upon specific enquiry of all Directors, the Board is not aware of any non-compliance with the Model Code throughout the fiscal year ended 31 December 2005.

Disclosure of Information on the Stock Exchange's Website

All information required by paragraphs 45(1) to 45(8) of Appendix 16 of the Listing Rules will be published on the website of the Stock Exchange (http://www.hkex.com.hk) and the Company's website in due course.