

CORPORATE GOVERNANCE

The Group is committed to implementing and maintaining the best possible standards of corporate governance throughout its organizational structure. We believe that in today's corporate environment, stakeholders demand and deserve transparency and accountability in governance, and we have taken a number of steps to ensure that these qualities are part of our corporate culture and practices.

Board of Directors

The Board is ultimately accountable to the Group's shareholders for the decisions and policies adopted by the Group over the year. Its members formulate the Group's business strategies and oversee the executive management of the Group to ensure that it operates properly, effectively, and according to the highest standards of quality. In discharging their duties, the Board acts in good faith, with due diligence and care and in the best interests of the Company and its shareholders.

Audit Committee

The Audit Committee helps the Board safeguard the Group's assets by providing regular independent reviews of the financial reporting processes used by the Group and internal controls. The Committee is made up of two independent non-executive directors and one non-executive director of the Company, and meets regularly with management and external auditors to review their reports. The Committee's authority and duties are set out in written terms of reference, consistent with those recommended by the Hong Kong Society of Accountants.

Model Code for Securities Transactions by Directors

The Company complies with the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix 10 of the Listing Rules. The Directors observe at all times the obligations relating to disclosure of interests in securities, disclosure of any conflict of interest in transactions involving the Company, prohibitions on dealing in securities and restrictions on disclosure of price-sensitive information.

Investor Relations

The Company recognizes the high importance of effective communication with shareholders and investors. The Company's Chief Executive Director, Financial Controller and Chief Operating Officer meet with the press and analysts regularly at post-results conferences and participate in various road-shows throughout the year. Besides, apart from disclosing the Company's business activities in the annual and interim reports, the management has also made use of the Company's website to present its up-to-date company information and activities to its stakeholders.