

## **AUDIT COMMITTEE**

The Audit Committee has three members including Mr. Zhou Haijun, Mr. Ng Wai Hung and Mr. Xu Zhi, all of them are independent non-executive directors. A set of new written terms of reference, which set out the authority and duties of the Audit Committee, was adopted by the Board on 19 April 2005.

The Audit Committee of the Company has reviewed with the management the accounting principles and practices adopted by the Group and discussed auditing, internal control and financial reporting matters including the review of the unaudited interim financial statements. The interim financial statements have not been audited. At the request of the directors, the Group's external auditors have carried out a review of the unaudited interim financial statements.

## **REMUNERATION COMMITTEE**

The Company has established a Remuneration Committee comprising three independent non-executive directors and two executive directors. A set of new written terms of reference, which set out the authority and duties of the Remuneration Committee, was adopted by the Board on 19 April 2005.

## **INTERIM DIVIDEND**

The Board does not recommend the payment of any interim dividend for the six months ended 30 June 2005 (*For the six months ended 30 June 2004: Nil*).

## **PURCHASE, SALE OR REDEMPTION OF SHARES**

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed shares during the period ended 30 June 2005.