



COSCO International Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 0517)

CONTINUING CONNECTED TRANSACTIONS

Summary

Reference is made to the announcement of the Company dated 25th November 2003 and the circular of the Company dated 12th December 2003 containing details of the continuing connected transactions under the Previous Waiver. It was further announced in the announcement of the Company dated 24th February 2005 that the Stock Exchange has stated that the Previous Waiver has been revoked in all respects.

In order to comply with the requirements under the Listing Rules, the Kansai Companies, both being subsidiaries of the Company, entered into written agreements in respect of the following existing continuing connected transactions with the Kansai Group and the COSCO Group respectively:

Continuing connected transactions with the Kansai Group

- (i) a technology transfer contract was entered into between each of the Kansai Companies and Japan Kansai on 18th December 1991 and 19th January 1996 respectively;
- (ii) a conditional master purchase agreement was entered into between each of the Kansai Companies and Japan Kansai on 25th May 2005 and a conditional master purchase agreement was entered into between the Kansai Companies and NKM on 31st March 2005 respectively whereby the Kansai Companies agreed to purchase raw materials from Japan Kansai and NKM;
- (iii) a conditional master introduction agreement was entered into between the Kansai Companies and NKM on 25th May 2005 whereby NKM agreed that NKM will introduce businesses to the Kansai Companies and the Kansai Companies agreed to pay commission to NKM for such introduction of businesses; and
- (iv) a conditional master sales agreement was entered into between the Kansai Companies and NKM on 25th May 2005 whereby the Kansai Companies agreed to sell container coatings and marine coatings to NKM.

Continuing connected transactions with the COSCO Group

A conditional master agreement was entered into between the Company and COSCO Hong Kong on 25th May 2005 whereby (i) the Kansai Companies agreed to sell container coatings and marine coatings to the COSCO Group; and (ii) the COSCO Group agreed to introduce businesses to the Kansai Companies and the Kansai Companies agreed to pay commission to the COSCO Group for such introduction of businesses.

As each of the Kansai Companies is owned as to 63.07% equity interest by the Company and 35.29% equity interest by Japan Kansai, the transactions between each of the Kansai Companies, both being subsidiaries of the Company, and the Kansai Group and the COSCO Group constitute continuing connected transactions for the Company under the Listing Rules. Furthermore, the Continuing Connected Transactions constitute non-exempt continuing connected transactions of the Company under Rule 14A.35 of the Listing Rules and are subject to the disclosure requirements under Rules 14A.45 and 14A.47 of the Listing Rules and the approval of the Independent Shareholders under Rule 14A.48 of the Listing Rules.

The Board appointed an independent board committee to consider and advise the Independent Shareholders on the terms of the Continuing Connected Transactions and the annual caps relating thereto, and will appoint an independent financial adviser to advise the Independent Board Committee. A circular containing, among other things, details of the Continuing Connected Transactions, the recommendation of the Independent Board Committee, an advice of the independent financial adviser together with a notice to convene the SGM to approve the Continuing Connected Transactions will be issued to the Shareholders as soon as practicable.

COSCO, True Smart and their respective associates will abstain from voting on the resolutions approving the Continuing Connected Transaction to be proposed at the SGM.

Since April 2005, the total consideration for all such Continuing Connected Transaction that has taken place has exceeded the 0.1% threshold under Rule 14A.33(3) of the Listing Rules but not exceeded the 2.5% threshold under Rule 14A.34 of the Listing Rules. The Stock Exchange informed the Company that the Company may have breached Rule 14A.32 of the Listing Rules since April 2005 and reserves its right to take appropriate action against the Company and/or its directors on the matter.

BACKGROUND

Reference is made to the announcement of the Company dated 25th November 2003 and the circular of the Company dated 12th December 2003 containing details of the continuing connected transactions under the Previous Waiver. It was further announced in the announcement of the Company dated 24th February 2005 that the Stock Exchange has stated that the Previous Waiver has been revoked in all respects.

In order to comply with the requirements under the Listing Rules, the Kansai Companies, both being subsidiaries of the Company, entered into written agreements in respect of certain existing continuing connected transactions with the Kansai Group and the COSCO Group and the Company makes this announcement in compliance with the disclosure requirements under the Listing Rules.

CONTINUING CONNECTED TRANSACTIONS

The Directors wish to announce that the Kansai Companies entered into the following Continuing Connected Transactions with the Kansai Group and the COSCO Group. The transactions will continue on an ongoing basis.

I. Continuing connected transactions with the Kansai Group

1. Technology transfer contracts

- (a) On 19th January 1996, Japan Kansai entered into a technology transfer contract with Shanghai Kansai whereby Japan Kansai agreed to provide all necessary technology and know-how relating to the manufacture of container coatings, marine coatings and anti-corrosion coatings to Shanghai Kansai in return for fees to be paid by Shanghai Kansai. Such technology transfer contract shall remain in force during the subsistence of the equity joint venture contract of Shanghai Kansai which is due to expire in 2015. The fees to be paid by Shanghai Kansai consist of a one-off initial technology transfer fee and an annual technology usage fee. The annual technology usage fee for the years 2003 to 2007 and 2008 to 2015 shall respectively be charged at the rates of 0.75% and 0.5% of the net sales revenue of Shanghai Kansai. The Directors believe that such rate is at the lower-end of the prevailing rate in the market.
- (b) On 18th December 1991, Japan Kansai entered into a technology transfer contract with Tianjin Kansai whereby Japan Kansai agreed to provide all necessary technology and know-how relating to the manufacture of container coatings, marine coatings and anti-corrosion coatings to Tianjin Kansai in return for fees to be paid by Tianjin Kansai. Such technology transfer contract shall remain in force during the subsistence of the equity joint venture contract of Tianjin Kansai which is due to expire in 2007. The fees to be paid by Tianjin Kansai consist of a one-off initial technology transfer fee and an annual technology usage fee. The technology usage fee for the years 2003 to 2007 shall be charged at the rate of 0.5% of the net sales revenue of Tianjin Kansai. The Directors believe that such rate is at the lower-end of the prevailing rate in the market.

In order to ensure that the Kansai Companies have the necessary technology to manufacture coatings throughout the term of the joint venture, the Kansai Companies entered into technology transfer contracts for terms of more than three years. Since Japan Kansai's technology and technical information is patented, it has been normal market practice for the Kansai Companies to enter into the technology transfer contracts for the whole duration of the term of the respective joint venture contracts. The Directors consider that the long duration of the technology transfer contracts are in the interests of the Company and the Shareholders as a whole because the current technology usage fee rate is in normal market condition and its longer term of contract is necessary for Kansai Companies to ensure its right to produce and sell the products by making use of the required technology during the whole term of joint venture contract. An independent financial adviser will be appointed to opine on the terms of the technology transfer contracts. Further announcements will be made in respect of the annual technology usage fees for the period from 2008 to 2015 for the technology transfer contract with Shanghai Kansai.

Conditional upon the requisite resolution being passed by the Independent Shareholders at the SGM to approve the transaction contemplated under this agreement, Japan Kansai shall continue to provide such technology and know-how and the annual technology usage fee shall not exceed the proposed annual cap for the three years ending 31st December 2005, 2006 and 2007.

The aggregate annual technology usage fees payable by Kansai Companies to Japan Kansai, for the year ended 31st December 2004 was approximately RMB6,158,000 (approximately HK\$5,780,000), which exceeded the annual cap of HK\$4,000,000 for the year 2004 for the purpose of the Previous Waiver.

2. Purchase of raw materials from the Kansai Group

Shanghai Kansai and Tianjin Kansai have been purchasing raw materials involved in the production of container coatings, marine coatings and anti-corrosion coatings from members of the Kansai Group since 1997 and 1993 respectively.

In order to comply with the requirements under the Listing Rules, each of the Kansai Companies entered into a conditional master purchase agreement with Japan Kansai on 25th May 2005 and the Kansai Companies entered into a conditional master purchase agreement with NKM on 31st March 2005. Conditional upon the requisite resolution being passed by the Independent Shareholders at the SGM to approve the said purchase agreements, the Kansai Companies agreed to purchase raw materials from Japan Kansai and NKM for a term of 3 years commencing on the date of signing of the relevant master agreement respectively. The purchase price of the raw materials shall be determined after arms' length negotiations between the parties to the agreements. All such purchases by Shanghai Kansai and Tianjin Kansai of raw materials from Japan Kansai or NKM shall be conducted in the ordinary and usual course of businesses of Shanghai Kansai and Tianjin Kansai and on normal commercial terms.

Purchases of raw materials from the Kansai Group accounted for RMB7,238,000 (approximately HK\$6,800,000) representing 1.0% of the total purchases of raw materials by the Kansai Companies for the year ended 31st December 2004. The cap amount for purchases of raw materials under the Previous Waiver was HK\$45,000,000.

3. Introduction of business by NKM

In the course of their ordinary business, NKM will from time to time make recommendations to their customers of the products manufactured by the Kansai Companies.

In order to comply with the requirements under the Listing Rules, the Kansai Companies entered into a conditional master introduction agreement with NKM on 25th May 2005. Conditional upon the requisite resolution being passed by the Independent Shareholders at the SGM to approve the said agreement, NKM agreed that NKM will introduce businesses to the Kansai Companies and each of Shanghai Kansai and Tianjin Kansai in turn pays commission to NKM for the businesses successfully introduced by them. The term shall be 3 years commencing on 1st January 2005. The rate of such commission payable to NKM shall be 4% of the value of the order for coatings while commission payable to other independent third party introducer for coatings is usually 3%-6% for container coatings and up to 10% for marine coatings depending on the size of the order.

Total commission payable by the Kansai Companies to the Kansai Group amounts to RMB1,814,000 (approximately HK\$1,700,000) representing approximately 4.3% of the total commission paid by the Kansai Companies for the year ended 31st December 2004. The cap amount for commissions payable by the Kansai Companies to the Kansai Group under the Previous Waiver was HK\$5,000,000.

4. Sale of container coatings and marine coatings to NKM

The Kansai Companies will from time to time sell container coatings and marine coatings manufactured by them to NKM. In order to comply with the requirements under the Listing Rules, a conditional master sales agreement was entered into between the Kansai Companies and NKM on 25th May 2005. Conditional upon the requisite resolution being passed by the Independent Shareholders at the SGM to approve the said agreement, the Kansai Companies agreed to sell container coatings and marine coatings to NKM for a term of 10 months commencing on 1st March 2005. The container coatings and marine coatings will be sold to NKM by the Kansai Companies at preferential rates. Such preferential rate also applies to sales to other independent third parties except for odd size orders. In the event that the services were to be provided by the Kansai Companies to NKM for the use of such container coatings and marine coatings for the repairs of ships at the docks, the Kansai Companies will also charge a

further 2% of the total costs of repairs of ships at the docks for such services. Usually, Kansai Companies do not levy charge on such kind of services provided to other independent third parties.

The Kansai Companies did not sell any coatings to NKM during the year ended 31st December 2004. Such sales were not covered by the Previous Waiver.

II. Continuing connected transactions with the COSCO Group

1. Sale of container coatings and marine coatings to the COSCO Group and introduction of business by the COSCO Group

Since 1997, Shanghai Kansai and Tianjin Kansai have been selling container coatings and marine coatings manufactured by them to members of the COSCO Group and members of the COSCO Group will from time to time make recommendations to their customers of the products manufactured by the Kansai Companies.

In order to comply with the requirements under the Listing Rules, the Kansai Companies entered into a conditional master agreement with COSCO Hong Kong on 25th May 2005. Conditional upon the requisite resolution being passed by the Independent Shareholders at the SGM to approve the said agreement, (i) the Kansai Companies agreed to sell container coatings and marine coatings to members of the COSCO Group; and (ii) members of the COSCO Group will introduce businesses to the Kansai Companies and each of Shanghai Kansai and Tianjin Kansai in turn pays commission to such members of the COSCO Group for the business successfully introduced by them for a term of 3 years commencing on 1st January 2005. The prices of container coatings and marine coatings shall be determined by reference to the market price of container coatings and marine coatings from time to time. Depending on the categories and quantities of coatings sold under each separate agreements and invoices, the rates of commission payable by the Kansai Companies to the COSCO Group vary from 3% to 10% of the values and the nature of the order for coatings. Usually, rates of commission in the range of 3%-6% for container coatings and up to 10% for marine coatings are payable by Kansai Companies to independent third parties.

All such sales of container coatings and marine coatings have been conducted in the ordinary and usual course of business of Shanghai Kansai and Tianjin Kansai and were on normal commercial terms.

Sales to the COSCO Group by the Kansai Companies accounted for RMB19,006,000 (approximately HK\$17,856,000) representing approximately 2.0% of the total revenue of the Kansai Companies for the year ended 31st December 2004. Total commission payable by the Kansai Companies to the COSCO Group amounts to RMB1,269,000 (approximately HK\$1,192,000) representing approximately 3.0% of the total commission paid by the Kansai Companies for the year ended 31st December 2004.

HISTORICAL AMOUNTS AND PROPOSED ANNUAL CAP AMOUNTS AND BASIS OF THE RELEVANT CAP AMOUNTS

The following table summarizes the actual amounts for the Continuing Connected Transactions for each of the three financial years ended 31st December 2004 and the period between 1st January 2005 and 23rd May 2005 the proposed annual cap amounts for each of the three financial years ending 31st December 2007:

	Financial Year ended 31st December 2002 RMB	Financial Year ended 31st December 2003 RMB	Financial Year ended 31st December 2004 RMB	Period between 1st January 2005 and 23rd May 2005 RMB	Financial Year ending 31st December 2005, 2006 and 2007 RMB
Technology usage fee payable by the Kansai Companies to Japan Kansai (Note 1)	3,386,000	3,609,000	6,158,000	2,421,000	8,000,000
Purchase of raw materials by the Kansai Companies from Japan Kansai and NKM (Note 2)	26,575,000	31,109,000	7,238,000	2,798,000	52,000,000
Commission payable by the Kansai Companies to NKM for the introduction of businesses (Note 3)	9,274,000	6,412,000	1,814,000	536,000	9,000,000
Sale of container coatings and marine coatings to NKM (Note 4)	0	0	0	2,427,000	10,000,000 (for the financial year ending 31st December 2005 only)
Sale of container coatings and marine coatings by the Kansai Companies to the COSCO Group (Note 5)	30,208,000	7,335,000	19,006,000	4,093,000	29,000,000
Commission payable by the Kansai Companies to the COSCO Group for the introduction of businesses (Note 6)	8,611,000	980,000	1,269,000	82,000	4,000,000

Notes:

- The increase in the technology usage fee in the year ended 31st December 2004 was due to the growth in sales of coatings by the Kansai Companies. The proposed annual cap amount is based on the forecast on usage fee which is arrived from multiplying the forecast on the turnover of the Kansai Companies for the 3 years ending 31st December 2007 by the usage fee rate. The increase of technology usage fee is attributable to the anticipated growth in sales of coatings since the Kansai Companies is planning to expand its production capacity in 2006.
- The amount of raw materials purchased decreased in the year ended 31st December 2004 because the Kansai Companies shifted to source certain percentage of raw materials from other third parties at competitive prices. However, since it is expected that Japan Kansai and NKM are prepared to offer more competitive prices to get back the orders, when forecasting the percentage of total purchases from Japan Kansai and NKM in 2005-2007, the said percentage of raw materials purchased from other third parties is added back to the actual percentage in 2004. The proposed annual cap amount is arrived based on the forecast of such amount as well as the total raw materials purchased by the Kansai Companies, which is expected to increase in line with growth in sales, in each of the 3 years ending 2007.
- Total amount of commission paid to NKM was particularly low for the years ended 31st December 2003 and 2004 because the Kansai Companies opt for other customers not referred by NKM. After discussions between NKM and the management of the Kansai Companies, it is expected that referrals from NKM will resume a higher level in the coming 3 years as a result of the effect of recent booming in the shipping industry and shipbuilding industry and the expansion of NKM's client base. The management of the Kansai Companies expected that total commission will reach approximately 15-18% of the total sales of the Kansai Companies. The proposed annual cap amount is arrived based on those forecast sales referrals amount multiplying by the commission rate.
- No sales of container coatings and marine coatings were previously made to NKM, the proposed annual cap amount was arrived based on the forecast of the amount of such type of transaction for the 3 years ending 31st December 2007 taking into account the actual purchase orders of NKM during the first four months of 2005.
- Sales of container coatings and marine coatings decreased in the year ended 31st December 2003 due to the reduction of orders from the COSCO Group. However, this kind of sales rebounded in 2004 and it is anticipated that sales will increase in line with the growth of the industry in the coming years. The proposed cap amount was arrived taking into account the actual sales of coatings during the first four months of 2005 and upcoming possible orders during 2005-2007.
- Commission paid to the COSCO Group decreased in the years ended 31st December of 2003 and 2004 due to the reduction in referrals of businesses by the COSCO Group. It is however expected that commission to the COSCO Group will increase as a result of the effect of recent booming in the shipping industry and shipbuilding industry. The proposed annual cap amount was arrived based on the estimated sales in the coming 3 years taking into account that coating sales for new build ships is expected to increase.

In determining the respective annual cap amounts for each of the three years ending 2005, 2006 and 2007, the Company has (i) examined and compared the audited accounts of the Kansai Companies for the years ended 31st December 2003 and 31st December 2004; (ii) discussed with the management of the Kansai Companies on the forecasts of the annual cap for the Continuing Connected Transactions; and (iii) taken into account the potential growth and the possible expansion of the production capacity of the Kansai Companies. In order to comply with the Listing Rules, the Company has been monitoring the total consideration in respect of the Continuing Connected Transactions for the period between 1st January 2005 and 23rd May 2005 so that it will not exceed the 2.5% threshold. It is expected that the volume of the Continuing Connected Transactions will increase substantially after the Company has obtained Independent Shareholders' approval at the SGM.

Since April 2005, the total consideration for all such Continuing Connected Transaction that has taken place has exceeded the 0.1% threshold under Rule 14A.33(3) of the Listing Rules but not exceeded the 2.5% threshold under Rule 14A.34 of the Listing Rules. The Stock Exchange informed the Company that the Company may have breached Rule 14A.32 of the Listing Rules since April 2005 and reserves its right to take appropriate action against the Company and/or its directors on the matter.

REASONS FOR THE TRANSACTIONS

By entering into the Continuing Connected Transactions, the Group will benefit by securing a reliable source of supply of technology and know-how in relation to the coatings production of the Kansai Companies and high quality raw materials. Relying on the recommendations and long term customers of container coatings and marine coatings of the Kansai Group and the COSCO Group, the Group will be able to gain advantage to the sales network of both the COSCO Group and the Kansai Group. The Directors believe that the Continuing Connected Transactions are conducted in the usual and ordinary course of business of each of the Kansai Companies, and are based on normal commercial terms. The Directors consider that the terms of the Continuing Connected Transactions are fair and reasonable and in the best interest of the Company and the Shareholders as a whole.

LISTING RULES REQUIREMENTS

As the Continuing Connected Transactions for the Kansai Companies constitute non-exempt continuing connected transactions of the Company under Rule 14A.35 of the Listing Rules, they will be subject to the disclosure requirements under Rules 14A.45 and 14A.46 of the Listing Rules, the annual review requirement under Rules 14A.37 to 14A.41 of the Listing Rules and are subject to independent shareholders' approval at general meeting by way of poll under Rule 14A.35(4) of the Listing Rules. The Company will seek approval from the Independent Shareholders of the Continuing Connected Transactions and their respective caps for a period of three financial years ending 31st December 2007.

GENERAL

The Group is principally engaged in the businesses of ship trading and supplying services, property investment and development, infrastructure investment, and building construction.

The Kansai Companies are principally engaged in the businesses of manufacturing and sale of marine coatings, container coatings, anti-corrosion coatings and the petro-chemical products in relation thereto.

Japan Kansai is principally engaged in coatings business worldwide and listed on the Stock Exchange of Tokyo. By virtue of Japan Kansai's more than 10% equity interests in the Kansai Companies, Japan Kansai is a connected person of the Company. So far as the Board is aware, save as its interests in Kansai Companies, the Japan Kansai and its associates (as defined under the Listing Rules) have no interests in any shares of the Company or its subsidiaries.

NKM is principally engaged in the businesses of provision of technologies and environmental-friendly products relating to marine coating business worldwide.

As COSCO is the ultimate controlling shareholder of the Company and COSCO Hong Kong being the controlling Shareholder and Japan Kansai having 35.29% equity interest in each of the Kansai Companies, the transactions between the Kansai Companies and members of the Kansai Group and the COSCO Group constitute continuing connected transactions for the Company under the Listing Rules.

The Board appointed an independent board committee to consider and advise the Independent Shareholders on the terms of the Continuing Connected Transactions and the annual caps relating thereto. An independent financial adviser will be appointed to advise the independent board committee of the Company regarding the Continuing Connected Transactions. COSCO, True Smart and their respective associates will abstain from voting in relation to the resolutions to be proposed at the SGM to approve the Continuing Connected Transactions and the relevant caps.

A circular containing particulars of the Continuing Connected Transactions, letter from the independent board committee, an opinion of the independent financial adviser together with a notice to convene the SGM to approve the Continuing Connected Transactions will be despatched to the Shareholders as soon as practicable.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise:

"associates"	has the meaning ascribed to it under the Listing Rules
"Board"	the board of Directors
"Circular"	the circular of the Company dated 12th December 2003
"Company"	COSCO International Holdings Limited, a company incorporated in Bermuda with limited liability, the shares of which are listed on the Stock Exchange
"Continuing Connected Transactions"	the continuing connected transactions between the Kansai Companies and the Kansai Group and the COSCO Group respectively as set out in the paragraph headed "Continuing Connected Transactions"
"COSCO"	中國遠洋運輸(集團)總公司 (China Ocean Shipping (Group) Company), a company incorporated in the PRC and the ultimate beneficial owner holding approximately 58.53% equity interest in the Company
"COSCO Group"	COSCO and its subsidiaries
"COSCO Hong Kong"	COSCO (Hong Kong) Group Limited, the beneficial owner holding approximately 58.53% equity interest in the Company
"Directors"	the directors of the Company
"Group"	the Company and its subsidiaries
"HK\$"	Hong Kong dollars, the lawful currency of Hong Kong
"Independent Shareholder(s)"	Shareholder(s) other than COSCO, True Smart and any of their respective associates
"Japan Kansai"	Kansai Paint Co., Ltd. (日本關西塗料株式會社), a company registered in Osaka, Japan, beneficial owner of 35.29% equity interest in each of Shanghai Kansai and Tianjin Kansai
"Kansai Companies"	Shanghai Kansai and Tianjin Kansai
"Kansai Group"	Japan Kansai, its subsidiaries and its associates
"Listing Rules"	The Rules Governing the Listing of Securities on the Stock Exchange
"NKM"	NKM Coatings Co. Ltd., a company registered in Kyoto, Japan and Japan Kansai held more than 30% of its equity interest
"Previous Waiver"	the waiver granted by the Stock Exchange on 18th February 2004 to the Company in respect of the ongoing connected transactions between the Kansai Companies and the Kansai Group and the COSCO Group
"SGM"	a special general meeting of the Company to be held to approve the Continuing Connected Transactions
"Shanghai Kansai"	Shanghai COSCO Kansai & Chemicals Co., Ltd. (上海中遠關西塗料化工有限公司), a sino-foreign equity joint venture under the laws of the PRC which is owned, among others, as to 63.07% equity interest by the Company and 35.29% equity interest by Japan Kansai
"Shareholder(s)"	the holder(s) of the share(s) of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Tianjin Kansai"	Tianjin COSCO Kansai Paint & Chemicals Co., Ltd. (天津中遠關西塗料化工有限公司), a sino-foreign equity joint venture established under the laws of the PRC which is owned, among others, as to 63.07% equity interest by the Company and 35.29% equity interest by Japan Kansai
"True Smart"	True Smart International Limited, a company incorporated under the laws of British Virgin Islands and a wholly owned subsidiary of COSCO, which holds 58.53% equity interest in the Company

By Order of the Board
COSCO International Holdings Limited
 LIU Hanbo
 Managing Director

Hong Kong, 25th May 2005

As at the date hereof, the Board comprises fourteen directors of which Mr. Wei Jiafu (Chairman), Mr. Liu Guoyuan (Vice-chairman), Mr. Li Jianhong, Mr. Zhou Liancheng, Mr. Liu Hanbo (Managing Director), Mr. He Jiale, Mr. Guo Huawei, Mr. Chen Pisen, Mr. Meng Qinghui, Mr. Zhao Kaiji and Mr. Lin Libing as executive directors and Mr. Chan Cheong Foon, Andrew, Mr. Kwong Che Keung, Gordon and Mr. Tsui Yiu Wa, Alec as independent non-executive directors.