

4 January 2008

Ms Serena Chu  
Public Accounts Committee

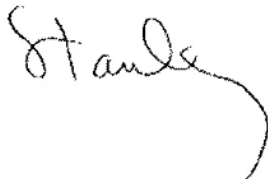
Dear Madam

The Director of Audit's Report on the results of value for money audits (Report N<sup>o</sup>49)  
Chapter 5 – HKTB – Corporate Governance & Administrative Issues

In response to your letter Ref CB(3)/PAC/R49 on 21 December 2007, I wish to advise as follows:

- a) There was no other specific agreements reached, e.g., the budget permissible for the plan etc
- b) I had not followed up the outcome of the sourcing of a medical plan. I was involved in the early meetings only.  
The former Chairman negotiated the final remuneration package in the contract renewal directly with the former ED.
- c) Upon receipt of the copy of the former ED's employment contract dated 2 April 2004.

Yours faithfully



Stanley Ko

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