

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

As at 30th September, 2001, the following directors of the Company had share options granted by the Company to subscribe for its ordinary shares:

Name of director	Date of grant	Exercise price per share HK\$	Number of ordinary shares to be issued upon exercise of the share options
Chan Kwok Keung, Charles	18.12.1998	0.3792	2,600,000
	17.12.1999	1.0816	7,700,000
Lau Ko Yuen, Tom	18.12.1998	0.3792	2,000,000
	17.12.1999	1.0816	4,200,000
Chau Mei Wah, Rosanna	18.12.1998	0.3792	2,000,000
	17.12.1999	1.0816	4,200,000
Chan Fut Yan	17.12.1999	1.0816	4,200,000
Chan Kwok Hung	17.12.1999	1.0816	4,200,000

The options granted on 18th December, 1998 can be exercised at any time during the three year period commencing on a day after the date of offer, subject to certain restrictions contained in the offer letters.

The options granted on 17th December, 1999 can be exercised at any time during the period commencing on a day after the date of offer until 23rd January, 2002 (the expiry date of the share option scheme of the Company).

No share options were granted, exercised or lapsed during the period.

The consideration for the grant of share options in respective period held by the directors of the Company is at HK\$1.00.

Save as disclosed above, at no time during the period was the Company or any of its subsidiaries a party to any arrangements to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debt securities including debentures of, the Company or any other body corporate, and none of the directors, chief executives or their spouses or children under the age of 18, had any right to subscribe for securities of the Company, or had exercised any such right during the period.

SUBSTANTIAL SHAREHOLDERS

As at 30th September, 2001, the following parties were interested in 10% or more of the issued ordinary share capital of the Company as recorded in the register kept by the Company under Section 16(1) of the SDI Ordinance:

Name of shareholder	Number of ordinary shares of the Company held		Percentage of issued ordinary share capital
	Direct interest	Deemed interest	
Chan Kwok Keung, Charles (<i>note</i>)	–	219,681,911	34.8%
Chinaview International Limited (“Chinaview”) (<i>note</i>)	–	219,681,911	34.8%
Galaxyway	219,681,911	–	34.8%

Note: Galaxyway was a wholly-owned subsidiary of Chinaview which was, in turn, wholly-owned by Dr. Chan Kwok Keung, Charles. Chinaview and Dr. Chan Kwok Keung, Charles were both deemed under the SDI Ordinance to be interested in 219,681,911 ordinary shares in the Company held by Galaxyway.

Save as disclosed above, no other parties were recorded in the register kept by the Company under Section 16(1) of the SDI Ordinance as having an interest of 10% or more of the issued ordinary share capital of the Company as at 30th September, 2001.