

## SUBSTANTIAL SHAREHOLDERS

As at 30 June 2002, the register of substantial shareholders maintained under Section 16(1) of the SDI Ordinance shows that the Company had been notified of the following substantial shareholders' interests, being 10% or more of the Company's issued share capital. Details of these interests are summarized as follows:

Name of shareholder	Number of ordinary shares of HK\$0.01 each	
	Direct interest	Deemed interest
Ringo Resources Limited	256,005,000	—
Better Choice Investments Limited	—	256,005,000
Reo Developments Limited	—	256,005,000
Golden Resources Development International Limited	—	256,005,000

Ringo Resources Limited is a wholly-owned subsidiary of Better Choice Investments Limited which in turn is a wholly-owned subsidiary of Reo Developments Limited. Reo Developments Limited is a wholly-owned subsidiary of Golden Resources Development International Limited. Accordingly, Better Choice Investments Limited, Reo Developments Limited and Golden Resources Development International Limited are all deemed to be interested in 256,005,000 shares held by Ringo Resources Limited.

## PURCHASE, SALE OR REDEMPTION OF SHARES OF THE COMPANY

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares during the Period.

## AUDIT COMMITTEE

The Audit Committee 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 consolidated interim financial statements and the interim report for the six months ended 30 June 2002.