

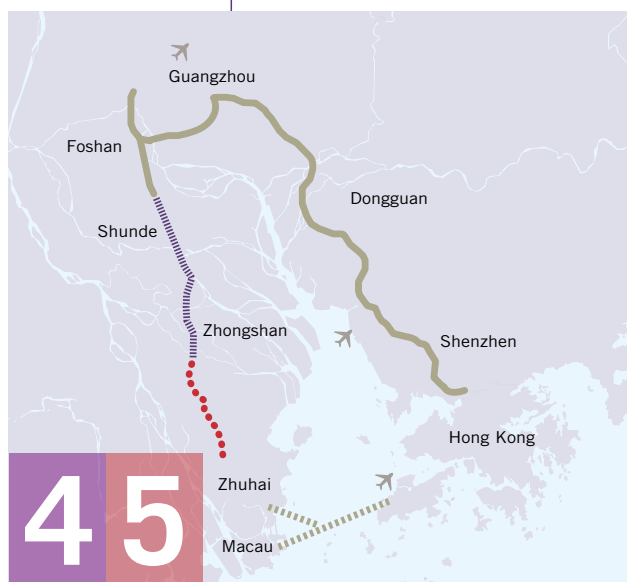
# Phases II and III of the Western Delta Route

## ("Phase II West" and "Phase III West")

### PROJECT SUMMARY

Phase II West	
Location	Shunde to Zhongshan, Guangdong, PRC
Length	Approx. 46 km
Lane	Dual three lane
Class	Expressway
JV Contractual Co-operation Period	Subject to the approval of the relevant PRC authorities
Profit Sharing Ratio	Proposed 50%

Phase III West	
Location	Zhongshan to Zhuhai, Guangdong, PRC
Length	Approx. 38 km
Lane	Dual three lane
Class	Expressway
JV Contractual Co-operation Period	Subject to the approval of the relevant PRC authorities
Profit Sharing Ratio	Proposed 50%



The Western Delta Route is constructed in three phases. The Phase I West was completed and started operations in April 2004. The Phase II West is a 46 km closed system dual three-lane expressway. It links to the Phase I West in Shunde in the north and extends to Zhongshan in the south, where it connects to the National Highway 105 and the



western expressways under planning. It will be the only expressway linking Guangzhou to the central part of Zhongshan. Construction of the Phase II West commenced in December 2005 and various works are now in progress. The total investment of the Phase II West is planned to be about RMB4.9 billion (excluding interest during the construction period). It is currently planned to open to traffic and start receiving tolls in financial year 2008/09.

Phase III West is a 38 km expressway project, which connects the Phase II West to Zhongshan and Zhuhai. The total investment of the Phase III West is planned to be about RMB3.6 billion (excluding interest during the construction period). In September 2005, the Group reached consensus with its PRC partner (also the PRC partner of the Phase I West and Phase II West) on conditional amendment to the terms of investment, construction and operation of the Phase III West. The preliminary target is to begin construction in 2007, once the necessary approvals are received.

Upon completion of the whole Western Delta Route, it will become a strategic expressway directly linking up vital cities including Guangzhou, Foshan, Zhongshan and Zhuhai along the western bank of the PRD. According to the Outline Plan of the Eleventh Five-Year Plan for National Economic and Social Development in Guangdong Province, the development in the western flank of Guangdong Province will be accelerated. The Group believes that this policy will bring long-term positive impacts to the Western Delta Route.

## Hong Kong-Zhuhai-Macau Bridge Project



As reported in the media, Hong Kong and Guangdong have attained important breakthrough on the advancement of the development of the Hong Kong-Zhuhai-Macau Bridge project recently in the Ninth Plenary Session on Hong Kong-Guangdong Cooperation. It was agreed that the “separate locations of boundary crossing facilities” mode would be adopted. In parallel, the study on the investment and financing arrangements of the project will continue. The Group is confident that it will be in an advantageous position to assume an important role in this project when it proceeds to the tendering stage.



## Others Employees and Remuneration Policies

As at 30th June, 2006, the Group, excluding the joint venture companies, had a total of 38 full-time staff, with 33 in Hong Kong and 5 in the PRC. The Group continues to provide competitive remuneration packages to employees based on the market situation and individual performance. In addition, the Group also provides various fringe benefits including medical and personal accident insurance coverage. Share options under the share option scheme as detailed in

the Report of the Directors and discretionary bonuses may be granted to employees based on individual performance and the Group performance as well. To maintain the proficiency and productivity of our staff, training programs are conducted on an ongoing basis throughout the Group. In 2006, we launched a two-year Graduate Trainee Program to develop potential young talent and to groom tomorrow's leaders for taking up management positions in the Group.