

ADDITIONAL INFORMATION REQUIRED BY THE LISTING RULES

Purchase, Sale or Redemption of the Company's Listed Securities

During the six months ended December 31, 2000, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

Directors' Interests in Securities

At December 31, 2000, the interests of the directors and their associates in the share capital of the Company as recorded in the register maintained by the Company pursuant to Section 29 of the Securities (Disclosure of Interests) Ordinance ("SDI Ordinance") and in the share options of the Company were as follows:

(i) Shares and convertible bond

Name of director	Nature of interest	Number of shares	Convertible bond HK\$
Mr. Yang Hung Yu, William	Personal	3,470,000	-
Mr. Yang Hung Yu, William, Ms. Zuo Xian Jue and Ms. Tsui Lai Ping (note 1)	Corporate	235,000,000	-
Dr. Li Zhong Yuan (note 2)	Corporate	-	11,500,000

Note:

(1) *At December 31, 2000, Hoi Fat International Limited ("Hoi Fat") held 235,000,000 shares of the Company. Hoi Fat is owned as to 52% by Everbloom Investment Inc. ("Everbloom"), as to 38% by Eastland Overseas Corp. Ltd. ("Eastland") and as to the remaining 10% by Mr. Yang Hung Yu, William directly. Everbloom is a family trust company of Mr. Yang Hung Yu, William. Eastland is owned as to 60% by Ms. Zuo Xian Jue and as to 40% by Ms. Tsui Lai Ping.*

(2) *At December 31, 2000, Pioneer Link Associates Limited ("Pioneer") held HK\$11,500,000 convertible bond of the Company. Dr. Li Zhong Yuan is a director and the beneficial owner of Pioneer.*

(ii) **Share Options**

The directors had personal interests in share options to subscribe for shares in the Company at an exercise price of HK\$0.10 per share, exercisable from July 25, 2000 to July 24, 2002 as follows:

Name of director	Number of share options granted		
	At July 1, 2000	Exercised	At December 31, 2000
Mr. Yang Hung Yu, William	9,000,000	9,000,000	-
Ms. Zuo Xian Jue	3,000,000	-	3,000,000
Ms. Tsui Lai Ping	1,500,000	1,500,000	-
Mr. Liu Minghui	3,000,000	3,000,000	-

Substantial Shareholders

Other than the interests disclosed above in respect of certain directors, the register of substantial shareholders maintained by the Company pursuant to Section 16(1) of the SDI Ordinance discloses no other person as having an interest of 10% or more in the issued share capital of the Company as at December 31, 2000.

Code of Best Practice

The Company has complied throughout the six months ended December 31, 2000 with the Code of Best Practice (the "Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange except that (i) the non-executive directors of the Company were not appointed for a specific term but subject to retirement and re-election in accordance with the Company's bye-laws; and (ii) the guidelines set out in paragraph 14 of the Code were not complied with until the formation of an Audit Committee, which comprises of two independent non-executive directors, on September 18, 2000 after the appointment of the independent non-executive directors.