

## DIRECTORS' INTERESTS IN SECURITIES

As at 30 June 2001, the interest of Directors and chief executives in the shares and options of the Company and its associated corporations (within the meaning the Securities (Disclosure of Interests) Ordinance (“SDI Ordinance”)), as recorded by the Company in the register maintained under Section 29 of SDI Ordinance or as notified were as follows :-

Name	Options				Shares	
	Balance outstanding as at 1 Jan 2001	Number of options exercised during the period	Additional number of options due to Bonus Issue	Exercise price per share HK\$	Balance outstanding as at 30 Jun 2001	Number of ordinary shares of the Company held as at 30 Jun 2001
Mr. Zhang Fangyou	2,000,000	–	200,000	0.3086 (i)(iii)	2,200,000	–
	3,000,000	–	300,000	0.2829 (ii)(iii)	3,300,000	–
Mr. Lu Zhifeng	2,700,000	–	270,000	0.3086 (i)(iii)	2,970,000	–
	3,000,000	–	300,000	0.2829 (ii)(iii)	3,300,000	–
Mr. Hu Peizhuo*	2,000,000	–	200,000	0.3086 (i)(iii)	N/A	–
	3,000,000	–	300,000	0.2829 (ii)(iii)	N/A	–

\* Mr. Hu Peizhuo resigned as director of the Company on 19 June 2001.

Notes:

- (i) Share options granted on 14 July 1998 under the share option scheme of the Company entitling the holders of the share options to subscribe for shares at an adjusted exercise price due to rights issue and bonus issue of HK\$0.3086 per share for a period of three years commencing on the expiry of six months after the date of grant of the share options, and shall expire at the end of the three years' period or 31 January 2003, whichever is earlier. The consideration paid by each director of the Company for the option granted by the company was HK\$1.
- (ii) Share options granted on 5 March 1999 under the share option scheme of the Company entitling the holders of the share options to subscribe for shares at an adjusted exercise price due to bonus issue of HK\$0.2829 per share for a period of three years commencing on the expiry of six months after the date of grant of the share options, and shall expire at the end of the three years' period or 31 January 2003, whichever is earlier. The consideration paid by each director of the Company for the option granted by the company was HK\$1.
- (iii) No option was granted to any director of the Company during the period. The number of outstanding options as at 30 June 2001 and the exercise price thereof have been adjusted for the one to ten bonus issue of shares approved by the shareholders of the Company on 28 May 2001 (“Bonus Issue”).

Save as disclosed herein, none of the directors and chief executives of the Company had any interests, as at 30 June 2001, in the shares or debt securities of the Company and its associated corporations (within the meaning of the SDI Ordinance) which were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) pursuant to Section 28 of the SDI Ordinance (including interest which they were deemed or taken to have under Section 31 or Part I of the Schedule to the SDI Ordinance) or which were required, pursuant to Section 29 of the SDI Ordinance, to be entered in the register referred to therein or which were required, pursuant to the Model Code for Securities Transactions by Directors of Listed Companies to be notified to the Company and the Stock Exchange.

Save as disclosed herein, at no time during the six months ended 30 June, 2001 was the Company or its holding companies or any of its subsidiaries or fellow subsidiaries a party to any arrangements to enable the directors of the Company to acquire benefits by means of acquisition of shares in or debentures of the Company or any other body corporate.

Save as aforesaid, no rights to subscribe for shares or debt securities of the Company has been granted by the Company to, nor have any such rights been exercised by, any directors and chief executives of the Company during the six months ended 30 June 2001.