

Other Information

DIRECTORS' INTERESTS IN SECURITIES

As at 30th June, 2001, save as disclosed herein, none of the Directors of the Company and their associates had any personal, family, corporate or other interests in the securities of the Company or any of its associated corporations as defined in the Securities (Disclosure of Interests) Ordinance (the "SDI Ordinance").

Shares

Name of Director	No. of shares of the Company held	Nature of interests
Cai Lai Xing	4,000,000	Personal
Chen Wei Shu	2,000,000	Personal
Zhuo Fu Min	1,500,000	Personal
Lu Da Yong	1,500,000	Personal
Cao Fu Kang	1,000,000	Personal
Wen Song Quan	1,000,000	Personal
Ge Wen Yao	1,000,000	Personal
Huang Yan Zheng	850,000	Personal

Rights to Acquire Shares or Debentures

- (a) Under the Company's share option scheme, certain Directors of the Company have personal interests in share options to subscribe for shares in the Company which have been granted to them as follows:

Name of Director	Month of grant	Exercise price per share HK\$	Number of share options			
			Outstanding at 1.1.2001	Granted during the period	Exercised during the period	Outstanding at 30.6.2001
Chen Wei Shu	January 1999	9.568	1,500,000	—	—	1,500,000
Zhuo Fu Min	January 1999	9.568	1,400,000	—	—	1,400,000
Lu Da Yong	January 1999	9.568	1,200,000	—	—	1,200,000
Li Wei Da	April 1997	30.912	2,000,000	—	—	—*
	January 1999	9.568	1,200,000	—	—	1,200,000
Lu Yu Ping	March 2001	10.496	—	1,550,000	—	1,550,000
Yu Li	August 1998	10.432	2,000,000	—	—	2,000,000
	January 1999	9.568	1,000,000	—	—	1,000,000
Cao Fu Kang	January 1999	9.568	1,000,000	—	—	1,000,000
Wen Song Quan	January 1999	9.568	1,000,000	—	—	1,000,000
Gu Wen Xing	March 2001	10.496	—	500,000	—	500,000
			<u>12,300,000</u>	<u>2,050,000</u>	<u>—</u>	<u>12,350,000</u>

* The 2,000,000 share options lapsed during the period under review.

The options can be exercised at any time during the three and a half years commencing on the expiry of six months after the date of grant.

- (b) Under the share option scheme of SIIC Medical Science and Technology (Group) Limited (“SIIC MedTech”), a subsidiary of the Company, certain Directors of the Company have personal interests in the share options to subscribe for shares in SIIC MedTech which have been granted to them as follows:

Name of Director	Month of grant	Exercise price per share HK\$	Number of share options granted during the period and outstanding at 30.6.2001
Zhuo Fu Min	January 2000	1.69	8,000,000
Li Wei Da	January 2000	1.69	6,000,000
Ge Wen Yao	January 2000	1.69	<u>2,500,000</u>
			<u><u>16,500,000</u></u>

The options can be exercised within three years commencing on the expiry of three years after the date of grant.

Save as disclosed above, at no time during the year was the Company or its holding companies or any of its fellow subsidiaries or subsidiaries a party to any arrangement 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, or their spouses or children under the age of 18, had any rights to subscribe for securities of the Company, or had exercised any such rights.

SUBSTANTIAL SHAREHOLDERS

As at 30th June, 2001, the register kept by the Company under Section 16(1) of the SDI Ordinance showed that the following persons interested in 10% or more of the nominal value of the issued ordinary shares of the Company:

Name of shareholder	Number of ordinary shares beneficially held
Shanghai Industrial Investment (Holdings) Company Limited (Note)	548,076,000
Shanghai Industrial Investment Treasury Company Limited (Note)	548,066,000
Shanghai Investment Holdings Limited (Note)	548,066,000

Note: Top Modern Limited, SIIC Capital (B.V.I.) Limited and Shanghai Investment Holdings Limited are the registered shareholders of 10,000, 80,000,000 and 468,066,000 ordinary shares of the Company respectively. Shanghai Industrial Investment (Holdings) Company Limited owns 100% of Top Modern Limited and 100% of Shanghai Industrial Investment Treasury Company Limited which in turn owns 100% of Shanghai Investment Holdings Limited which owns 100% of SIIC Capital (B.V.I.) Limited and is accordingly deemed by the SDI Ordinance to be interested in the ordinary shares of the Company held by Top Modern Limited, Shanghai Industrial Investment Treasury Company Limited, Shanghai Investment Holdings Limited and SIIC Capital (B.V.I.) Limited.

Save as disclosed above, the Company has not been notified of any other interests as at 30th June, 2001 representing 10% or more of the issued share capital of the Company.



PURCHASE, SALE AND REDEMPTION OF SHARES

During the period, the Company purchased a total of 1,571,000 of its own ordinary shares of HK\$0.10 each on The Stock Exchange of Hong Kong Limited at a total consideration of approximately HK\$20.11 million and all these shares were subsequently cancelled by the Company. The Directors of the Company considered that the share repurchases would enhance the net asset value of the Company and were in the interest of the Company and its shareholders.

Save as disclosed above, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the period under review.

REVIEW OF INTERIM FINANCIAL STATEMENTS

The Audit Committee has reviewed with management and the external auditors, Deloitte Touche Tohmatsu, the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters including the review of the unaudited interim financial statements.

CODE OF BEST PRACTICE

None of the Directors is aware of any information that would reasonably indicate that the Company is not, or was not for any part of the six months ended 30th June, 2001, in compliance with the Code of Best Practice as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.