

## Interests of Directors & Chief Executives'

### ■ INTERESTS IN SHARES ■

As at 30 June 2001, the interests of the Directors and Chief Executives in the share capital of the Company as recorded in the register required to be kept under Section 29 of the SDI Ordinance were as follows:

Chief Executive	Nature of Interest	Number of shares held
Leng Yi Shun ( <i>Vice President</i> )	Personal	500

Except as disclosed above, none of the Directors, chief executives or their associates had any personal, family, corporate or other interests in the equity or debt securities of the Company, its subsidiaries or any of its associated corporations as defined in the SDI Ordinance as recorded in the register required to be kept under Section 29 of the SDI Ordinance as at 30 June 2001.

### ■ RIGHT TO ACQUIRE SHARES ■

Except for the share option scheme adopted on 22 May 2001 at the annual general meeting of the Company, at no time during the period was the Company, its substantial holding company or any of its subsidiaries a party to any arrangement to enable the Company's Directors, their respective spouse or children under 18 years of age to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

On 19 June 2001, a total of 14,650,000 share options were granted for a nominal consideration of HK\$1 per grantee pursuant to the terms and conditions of share option scheme (the "Scheme") approved on 22 May 2001 at the annual general meeting of the Company, under the Scheme the Board may at any time and from time to time, at their discretion invite any executive director or employee of the Group to take up options to subscribe for shares of the Company exercisable commencing from 22 May 2003 to 21 May 2011.

Particulars of share options held by the directors and chief executives as of 30 June 2001 are as follows:

Name of director and chief executive	Options granted after the adoption of the Scheme on 22 May 2001	Options Lapsed/ cancelled during the period	Options held at 30 June 2001	Exercise period	Exercise price per share HK\$
Chen Zhaobin ( <i>Executive Director &amp; President</i> )	2,200,000	–	2,200,000	22 May 2003 to 21 May 2011	2.765
Cui Xinzhen ( <i>Executive Director &amp; Vice President</i> )	1,200,000	–	1,200,000	22 May 2003 to 21 May 2011	2.765
Leng Yi Shun ( <i>Vice President</i> )	1,500,000	–	1,500,000	22 May 2003 to 21 May 2011	2.765
Kwok Kah Wai, Victor ( <i>Vice President</i> )	1,200,000	–	1,200,000	22 May 2003 to 21 May 2011	2.765

## Purchase, Sales or Redemption of Shares

During the period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

## Code of Best Practice

In the opinion of the Board, the Company has complied 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 throughout the period covered by the interim report, except that the non-executive Directors of the Company are not appointed for specific terms but are subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the Bye-Laws of the Company.

## Audit Committee

The Audit Committee held a meeting on 29 August 2001 at which the Committee reviewed the unaudited Interim Financial Report of the Group for the six months ended 30 June 2001.

## Appreciation

On behalf of the Board, I would like to offer my sincere thanks to all our staff for their hardworking and commitment contributed to the Group.

**Liu Ji Yuan**  
*Chairman*

Xiamen, PRC, 17 September 2001

