



## VI. Financial conditions

In the middle of the year, the Group's total liabilities amounted to HK\$3.7 billion. Loans that are due this year and next year amounted to approximately HK\$3.6 billion, representing 96% of the total loans of the Group. The balance were medium-term loans. Of these, loans denominated in Hong Kong dollars and US dollars amounted to 76%, with the remaining loans denominated in Renminbi.

## VII. Investments in Ryoden

During the period, the Group successfully sold all the 244 million shares of Ryoden Development Ltd. ("Ryoden") to the substantial shareholder of Ryoden at a consideration of approximately HK\$1.4 per share, or HK\$342 million. At the same time, the Group acquired a controlling stake of 60% interest in Shanghai Square at a consideration of HK\$342 million.

## DIRECTORS' INTERESTS IN SHARES AND RIGHTS TO SUBSCRIBE FOR SHARES

At 30th June, 2001, the interests of the directors and their associates in the share capital of the Company and its associated corporations, within the meaning of the Securities (Disclosure of Interests) Ordinance ("SDI Ordinance"), as recorded in the register maintained by the Company pursuant to Section 29 of the SDI Ordinance, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Companies were as follows:

### (a) Shares

The following directors had personal interests in the ordinary shares of HK\$0.1 each ("Shares") in the Company:

Name of director	Number of shares
Mr. Kong Qingping	460,000
Mr. Li Fuyou	500,000
Mr. Yao Peifu	500,000
Mr. Yao Xiancheng	500,000
Mr. Cui Duosheng	5,360,000
Mr. Cheung Shiu Kit	2,200,000
Mr. Yip Chung Nam	1,300,000
Mr. Luo Weikang	220,000
Dr. Li Kwok Po, David	200,000

**(b) Share options**

The following directors had personal interests in share options to subscribe for the Shares in the Company:

Name of director	Number of shares under options granted on			
	17th July, 1997 (Note 1)	14th February, 1998 (Note 2)	30th September, 1998 (Note 3)	4th January, 2000 (Note 4)
Mr. Sun Wen Jie	6,880,000	20,000,000	3,800,000	2,500,000
Mr. Kong Qingping	1,000,000	11,000,000	1,840,000	2,000,000
Mr. Li Fuyou	3,800,000	15,000,000	2,000,000	2,000,000
Mr. Yao Peifu	3,800,000	15,000,000	2,000,000	2,000,000
Mr. Yao Xiancheng	3,800,000	15,000,000	2,000,000	2,000,000
Mr. Cui Duosheng	1,000,000	9,000,000	1,440,000	1,700,000
Mr. Cheung Shiu Kit	1,000,000	–	–	–
Mr. Kwok Ying Lok, Sam	700,000	800,000	–	–
Mr. Yip Chung Nam	800,000	1,000,000	–	–
Mr. Luo Weikang	900,000	5,000,000	880,000	1,500,000

**Notes:**

- (1) The share options were granted at an exercise price of HK\$4.06 per share, exercisable for the period from 17th July, 1998 to 16th July, 2007.
- (2) The share options were granted at an exercise price of HK\$1.08 per share, exercisable for the period from 14th February, 1999 to 13th February, 2008.
- (3) The share options were granted at an exercise price of HK\$0.52 per share, exercisable for the period from 30th September, 1999 to 29th September, 2008.
- (4) The share options were granted at an exercise price of HK\$0.58 per share, exercisable for the period from 4th January, 2001 to 3rd January, 2010.

During the period, a total of 12,740,000 Shares were issued to certain directors of the Company pursuant to the exercise of the share options granted on 14th February, 1998, 30th September, 1998 and 4th January, 2000.

Other than as disclosed above, none of the directors or their associates had any interests in any securities of the Company or any of its associated corporations as defined in the SDI Ordinance, and none of the directors, or their spouses or children under the age of 18, had any right to subscribe for the securities of the Company, or had exercised any such right during the period.