

SUBSTANTIAL SHAREHOLDERS

As at June 30, 2001, the following interest of 10% or more in the issued share capital of the Company were recorded in the register of interest required to be kept by the Company pursuant to Section 16(1) of the SDI Ordinance:

Name of shareholder	Number of shares held
Best Fortune Capital Ltd. (“Best Fortune”) (<i>Note 1</i>)	256,769,585
China Convergent Corporation Limited (“China Convergent”) (<i>Note 2</i>)	244,169,585
Gold Chief Investment Ltd. (“Gold Chief”) (<i>Note 2</i>)	244,169,585

Note 1: Best Fortune holding 49.95% interest is the controlling shareholder of China Convergent. The interests of Best Fortune in the Company are held through China Convergent and Gold Chief. In addition, Best Fortune also holds in its own name 1.51% interest of the Company. Mr. Zhang Daxiang is the sole director and sole shareholder of Best Fortune.

Note 2: By virtue of the SDI Ordinance, China Convergent holding 100% interest in Gold Chief is deemed to be interested in the 244,169,585 shares held by Gold Chief.