

BONUS ISSUE OF WARRANTS

By a resolution of the Board of Directors passed on 21 August 2001, the Company approved a bonus issue of warrants to qualifying shareholders on the basis of one warrant for every five existing shares held by qualifying shareholders on 31 August 2001, other than those whose registered addresses were outside Hong Kong. Each warrant entitles the holder thereof to subscribe for one ordinary share of HK\$0.10 each in the Company for cash at the exercise price of HK\$1.23 per share, subject to adjustments, at any time within the period from 20 February 2004 to 1 March 2004 (both dates inclusive).