

## DIRECTORS' RIGHTS TO ACQUIRE SHARES

Pursuant to the Company's share option scheme approved by shareholders at a special general meeting held on 20th September, 1997, the directors may, at their discretion, grant options to any director (other than non-executive directors of the Company appointed from time to time) or employee of the Group to take up share options to subscribe for shares in the Company. At 30th September, 2001, the executive directors held options granted under this scheme as follows:

	<b>Number of share under options</b>	<b>Exercise price HK\$</b>
Chan Boon Teong	6,400,000	0.2
Jiang Ming	6,400,000	0.2
Tao Lin	6,400,000	0.2
Cheng Wing Bor	6,400,000	0.2
Lin Chen Hsin	1,600,000	0.2

As a result of the rights issue completed on 24th April, 2001, the number of shares to be issued upon the exercise of all the outstanding options granted on 20th May, 2000 had been adjusted from 54,600,000 shares to 87,360,000 shares and the exercise price had been adjusted from HK\$0.32 per share to HK\$0.2 per share. The effect of the adjustment has been reflected in the share options held by the executive directors disclosed above.

The options entitle the holders to subscribe for ordinary shares of the Company of HK\$0.10 each and are exercisable in tranches during the period from 1st October, 2000 to 19th September, 2007, as specified in the share option certificates. No options have been exercised since the date of grant.

Apart from the foregoing, at no time during the period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company granted to any director or their respective spouse or children under 18 years of age, or were any such rights exercised by them; or was the Company, its holding company or any of its subsidiaries and fellow subsidiaries a party to any arrangements to enable the directors to acquire such rights in any other body corporate.