

*Interests in shares of associated corporations*

Chow Ting Hsing, Raymond is also the beneficial owner of Golden Harvest Film Enterprises Inc., which beneficially holds 114,000,000 non-voting deferred shares of Golden Harvest Entertainment Company Limited, a wholly-owned subsidiary of the Company.

Save as disclosed above, none of the directors or their respective associates had any personal, family, corporate or other beneficial interests in the share capital of the Company or any of its associated corporations, as defined in the SDI Ordinance.

**SHARE OPTIONS**

As 31 December 2001, the Company had the following outstanding share options granted to directors and employees of the Company in the period:

Name of Directors/ Chief Executives/ Substantial Shareholders	Date of Grant	Exercise Price	Exercisable Period (Notes)	Closing Price before Date of Grant	Number of Share Options			
					Balance As at 1.7.2001	Granted During the Period	Balance As at 31.12.2001	
<i>(i) Directors</i>								
Phoon Chiong Kit	25.07.2000	HK\$0.78	25.7.2000 to 24.7.2010	1	HK\$0.96	4,600,000	4,600,000	
	31.10.2001	HK\$0.62	31.10.2001 to 30.10.2011	2	HK\$0.62	-	10,000,000	10,000,000
Chu Siu Tsun, Stephen	31.10.2001	HK\$0.62	31.10.2001 to 30.10.2011	2	HK\$0.62	-	8,000,000	8,000,000
Chan Sik Hong, David	31.10.2001	HK\$0.62	31.10.2001 to 30.10.2011	2	HK\$0.62	-	5,000,000	5,000,000
<i>(ii) Substantial Shareholders</i>								
N/A								

Only Phoon Chiong Kit was granted options in excess of 1% of the Company's issued share capital during a 12-month period as disclosed above and which was approved by the shareholders of the Company at the Special General Meeting held on 28 November 2001.

Other than the above, the aggregate interests of the employees, suppliers and any other participants in the Share Option Scheme are disclosed as follows:

Grantees	Date of Grant	Exercise Price	Exercisable Period	(Note)	Closing Price before Date of Grant	Number of Share Options		
						Balance As at 1.7.2001	Granted During the Period	Balance As at 31.12.2001
Employees	31.10.2001	HK\$0.62	31.10.2001 to 30.10.2011	2	HK\$0.62	-	2,500,000	2,500,000
Suppliers	N/A							
Others	N/A							

**Notes:**

- (1) 50% of the options granted are exercisable during the period from 25 July 2000 to 24 July 2010, 25% of the options granted are exercisable during the period from 25 July 2001 to 24 July 2010 and the remaining 25% are exercisable during the period from 25 July 2002 to 24 July 2010.
- (2) 30% of the options granted are exercisable during the period from 30 November 2001 to 30 October 2011, 30% of the options granted are exercisable during the period from 1 August 2002 to 30 October 2011 and the remaining 40% are exercisable during the period from 1 August 2003 to 30 October 2011

All of the above share options were granted pursuant to the Company's share option scheme and are exercisable in various stages within the specified period at the specified exercise price per share. No options were exercised, cancelled or lapsed during the period.

The Board considers that it is not appropriate to state the theoretical value of the options granted during the period under the Company's share option scheme; the Board believes that any calculation of the value of options may not be meaningful as the exercise price is subject to adjustment in the case of rights or bonus issues or other similar changes in the Company's issued share capital, and as the volume of trading in the Company's shares has been relatively low and the Company has not paid dividends on its shares in recent years.

Apart from the above, at no time during the six months ended 31 December 2001 was the Company or any of its subsidiaries a party to any arrangements to enable the Company's directors, their respective spouses 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.