



PLACING OF EXISTING SHARES AND SUBSCRIPTION OF NEW SHARES

Pursuant to the placing agreements dated 31st January and 23rd April 2002, 70,000,000 and 155,500,000 existing shares of HK\$0.10 each were placed by Sunberry Investments Limited ("Sunberry"), a major shareholder of the Company, to independent investors at a price of HK\$0.10 per share. On 11th February and 6th May 2002, 70,000,000 and 155,500,000 new shares of HK\$0.10 each were allotted and issued to Sunberry at a price of HK\$0.10 per share. The aggregate net proceeds of approximately HK\$22,000,000 has been used for general working capital, and investment in property and biotechnology projects.