

## DIRECTORS' INTEREST IN SHARES

As at 30 June 2002, the interests of the Company's directors in the shares of the Company were stated as follows:

<b>Name of director</b>	<b>Personal interests</b>	<b>Corporate interests</b>	<b>Other interests</b>
Mr. Chao Hsihsiang	—	100,000 (Note (1))	3,393 (Note (2), (4))
Madam Yin Wong Yeefan	—	485,000 (Note (3))	149,000 (Note (3), (4))
Mr. Chiang Chingyee	51,000	99,000 (Note (5))	—

### Notes:

1. Mr. Chao Hsihsiang is the beneficial owner of Tong Yuan International Ltd. which in turn holds a 1.12% interest in the Company.
2. Mr. Chao Hsihsiang has a 1.18% interest in Ruentex Construction and Development Co., Ltd. ("Ruentex Construction") which in turn holds a 2.56% interest in the Company.
3. Madam Yin Wong Yeefan has controlling power in Ruentex Industries Ltd. ("Ruentex Industries") and Ruentex Construction respectively, each in turn holds a 2.89% and 2.56% interest in the Company respectively.
4. Ruentex Construction and Ruentex Industries each has an equity interest in Kwang Hua Development & Investment Ltd. ("Kwang Hua") of 20% and 30% respectively. Kwang Hua in turn holds a 3.3% interest in the Company.
5. Mr. Chiang Chingyee has a controlling power in Great China Metal Ind. Co., Ltd. which in turn holds a 1.11% interest in the Company.

## SUBSTANTIAL SHAREHOLDERS

As at 30 June 2002, those persons or corporations having an interest of 10% or more in the issued share capital of the Company requiring disclosure stipulated by the Securities (Disclosure of Interests) Ordinance were as follows:

Name of shareholder	Number of shares held	%
Ariel Fund Limited ("Ariel")	1,170,842 ( <i>Note (a)</i> )	13.15
Mr. J. Ezra Merkin	1,964,500 ( <i>Note (b)</i> )	22.06

*Notes:*

- (a) The shares are registered in the name of Horsford Nominees Limited and Ariel.
- (b) Mr. J. Ezra Merkin was deemed, for the purposes of the Securities (Disclosure of Interest) Ordinance, to be interested in the 1,170,842 shares and 793,658 shares owned by Ariel and Gabriel Capital L.P. ("Gabriel") respectively by virtue of his ownership in the issued share capital of Ariel and Gabriel.

Other than as disclosed above, the Company has not been notified of any other interests representing 10% or more of the Company's issued share capital as at 30 June 2002.

## PURCHASE, SALE AND REDEMPTION OF SECURITIES

During the six months ended 30 June 2002, the Company did not purchase, sell or redeem any of the Company's own securities.

## CODE OF BEST PRACTICE

None of the directors of the Company is aware of information that would reasonably indicate that the Company is not, or was not for any part of the six months ended 30 June 2002 in compliance with the "Code of Best Practice" as set out in Appendix 14 to the Rules Governing the Listing of Securities on the Stock Exchange.