

Share Options

The following shows the particulars of share options of the Company granted to directors of the Company and employees of the Group, pursuant to the share option plan adopted on 4 May 1998 (“Plan”), that are required to be disclosed under Rule 17.07 of Chapter 17 and Rule 41(2) of Appendix 16 of the Listing Rules:

Participant	Date of grant	Original Exercise Price HK\$	Adjusted Exercise Price due to Rights Issue HK\$	Number of share options			
				Balance at 1 January 2002	Additions due to Rights Issue	Lapsed during the period	Balance at 30 June 2002
Ip Shu Wing,	20 October 1999	0.443	0.434	2,589,000	54,000	—	2,643,000
Charles	22 July 2000	0.639	0.626	1,080,000	22,000	—	1,102,000
<i>Director</i>	21 May 2001	0.304	0.297	2,000,000	47,000	—	2,047,000
To Shu Sing,	26 August 1998	0.543	0.532	518,000	11,000	—	529,000
Sidney	27 May 1999	0.517	0.506	518,000	11,000	—	529,000
<i>Director</i>	20 October 1999	0.443	0.434	647,000	13,000	—	660,000
	22 July 2000	0.639	0.626	540,000	11,000	—	551,000
	21 May 2001	0.304	0.297	1,000,000	24,000	—	1,024,000
Cheng Bing Kin,	27 May 1999	0.517	0.506	432,000	9,000	—	441,000
Alain	20 October 1999	0.443	0.434	432,000	9,000	—	441,000
<i>Director</i>	22 July 2000	0.639	0.626	540,000	11,000	—	551,000
	21 May 2001	0.304	0.297	1,000,000	24,000	—	1,024,000
Lam Yin Shing,	21 May 2001	0.304	0.297	1,000,000	24,000	—	1,024,000
Donald							
<i>Director</i>							
<i>Continuous Contract</i>	15 May 1998	0.543	0.532	7,705,000	153,000	531,000	7,327,000
	27 May 1999	0.517	0.506	2,617,000	55,000	281,000	2,391,000
<i>Employees, excluding Directors</i>	17 August 1999	0.428	0.419	6,477,000	139,000	—	6,616,000
	22 July 2000	0.639	0.626	5,250,000	107,000	406,000	4,951,000
	21 May 2001	0.304	0.297	10,120,000	225,000	765,000	9,580,000
	28 August 2001	0.300	0.294	8,000,000	163,000	—	8,163,000

The above share options are exercisable in stages in accordance with the terms of the Plan within ten years after the date of grant. The addition in the number of share options and adjustment in option price are due to the rights issue which was completed on 7 May 2002. No share options were granted, exercised or cancelled under the Plan during the period.

At a Special General Meeting held on 28 June 2002, a new share option scheme (“Scheme”) was approved and adopted by the shareholders of the Company. Up to 30 June 2002, no share options have been granted to any eligible participants under the Scheme.

The share options granted under the Plan and the Scheme are not recognised in the financial statements until they are exercised.

Apart from the aforesaid and other than the warrants mentioned in the section headed "Directors' and Chief Executive's Interests in Securities", at no time during the period was the Company or any of its subsidiaries a party to any arrangements to enable the directors and chief executive of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.