

DIRECTORS' SERVICE CONTRACTS

Each of Mr. Lui Chi, Mr. Lui Shing Ming, Brian, Mr. Lui Shing Cheong, Mr. Lui Shing Chung, Victor and Mr. Lung Wai Kee entered into a service agreement with the Company for a term of three years commencing on 1 January, 2000.

DIRECTORS' INTERESTS IN SHARES

As at 30 September, 2002, the interests of the directors in the issued share capital of the Company or its associated corporations as recorded on the register maintained by the Company pursuant to Section 29 of the Securities (Disclosure of Interests) Ordinance ("SDI Ordinance") were as follows:

(i) Directors' interests in shares

Director	Number of shares held and nature of interest			Other
	Personal	Family	Corporate	
Mr. Lui Shing Ming, Brian	–	–	226,056,500 (Note 1)	–
Mr. Lui Shing Cheong	3,125,000	–	226,056,500 (Note 1)	–
Mr. Lui Shing Chung, Victor	1,250,000	625,000 (Note 2)	226,056,500 (Note 1)	–
Mr. Lung Wai Kee	1,250,000	2,500,000 (Note 3)	–	–

Notes:

1. The 226,056,500 ordinary shares are owned by Harmony Link Corporation, a company incorporated in the British Virgin Islands. Approximately 48.4% of the issued share capital of Harmony Link Corporation is held by The Lui Family Company Limited as trustee of The Lui Unit Trust. All units (except one unit which is owned by Mr. Lui Shing Ming, Brian) of The Lui Unit Trust are held by a discretionary trust, the discretionary objects of which include Messrs. Lui Shing Ming, Brian, Lui Shing Chung, Victor, Lui Shing Cheong and other family members of Mr. Lui Chi. Each of Messrs. Lui Shing Ming, Brian, Lui Shing Chung, Victor and Lui Shing Cheong further owns approximately 24.13%, 14.59% and 12.88% of the issued share capital of Harmony Link Corporation respectively.
2. The 625,000 shares are owned by the spouse of Mr. Lui Shing Chung, Victor.
3. The 2,500,000 shares are owned by the spouse of Mr. Lung Wai Kee.

In addition to the above, certain directors have non-beneficial personal equity interest in certain subsidiaries held for the benefit of the Company solely for the purpose of complying with the minimum company membership requirements.

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

DIRECTORS' INTERESTS IN SHARES (Continued)**(ii) Directors' rights to acquire shares**

Details of the share options granted under the old Scheme to the directors of the Company and remained outstanding as at 30th September, 2002 were as follows:

Director	Number of share options at exercise price of		
	HK\$0.3507 per share	HK\$0.2240 per share	HK\$2.7744 per share
Mr. Lui Chi	1,250,000	1,875,000	–
Mr. Lui Shing Ming, Brian	1,250,000	3,125,000	–
Mr. Lui Shing Chung, Victor	–	1,875,000	–
Mr. Brad Huang	–	–	7,500,000

In addition, share options to subscribe for 625,000 shares at HK\$0.2240 per share were granted to the spouse of Mr. Lui Shing Chung, Victor and remained outstanding as at 30th September, 2002.

The share options are exercisable up to 26th December, 2006 and were granted at nil cash consideration. The above share option prices and the corresponding number of share options held by the above directors were adjusted as a result of bonus issue on 31st August, 2001.

Save as disclosed above, at no time during the period was the Company, its holding company or any of its subsidiaries a party to any arrangement to enable the Company's directors, their respective spouse 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.

DIRECTORS' INTERESTS IN CONTRACTS

No director had a beneficial interest in any contract of significance to the business of the Group to which the Company, its holding company or any of its subsidiaries was a party during the period.