

SHARE OPTION SCHEMES

Pursuant to the share option scheme adopted by the Company on 14 October, 1992 (the "Old Scheme"), options may be granted to the executive directors of the Company to subscribe for shares in the Company.

On 22 August, 2002, the Company approved the adoption of a new share option scheme (the "New Scheme") upon the expiry of the Old Scheme on 13 October, 2002, which is in compliance with the new Chapter 17 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The Company may grant options to the eligible persons as set out in the New Scheme. The terms of the New Scheme are contained in a circular sent to shareholders of the Company in July 2002. All options granted under the Old Scheme continue to be valid and exercisable in accordance with the rules of the Old Scheme.

The share options outstanding under the Old Scheme during the period were as follows:

Name of director	Date of grant	Exercisable period	Exercise price HK\$	Number of share options		End of period
				Beginning of period	Exercised/lapsed during the period	
Mr. Cheng Hop Fai	19.3.2001	19.3.2001 to 13.10.2002	0.10	12,100,000	-	12,100,000
Mrs. Cheng Kwok Kwan Yuk	19.3.2001	19.3.2001 to 13.10.2002	0.10	12,100,000	-	12,100,000
Ms. Cheng Pak Ming, Judy	19.3.2001	19.3.2001 to 13.10.2002	0.10	12,100,000	-	12,100,000
Total				<u>36,300,000</u>	<u>-</u>	<u>36,300,000</u>

No share options were granted under the Old Scheme or exercised during the period. All share options outstanding as at 30 September 2002 lapsed on 13 October 2002 upon the expiry of the Old Scheme.

SUBSTANTIAL SHAREHOLDERS

As at 30 September 2002, the register of substantial shareholders maintained by the Company pursuant to Section 16(1) of the SDI Ordinance discloses the following entity as having an interest in 10% or more of the issued share capital of the Company:

Name of shareholder	Number of shares held	Percentage of shares held
Kong Fai	296,180,025	61.09%

Save as disclosed above, the Company has not been notified of any other interest representing 10% or more of the Company's issued share capital as at 30 September 2002.