

SUBSTANTIAL SHAREHOLDERS

The register of substantial shareholders maintained under section 16(1) of the Securities (Disclosure of Interests) Ordinance shows that as at 30th June 2002, the Company had been notified of the following substantial shareholders' interests, being 10% or more of the Company's issued share capital.

Name of shareholder	Direct interest	Number of ordinary shares		Percentage
		Deemed interest		
Hantec Holdings Limited	256,372,000*	–		65.5%
Mr. Tang Yu Lap	500,000	256,372,000*		65.7%*
Convenient Way Limited	–	256,372,000*		65.5%*
Mr. Yeung Sai Hong	–	256,372,000*		65.5%*

* 256,372,000 represents the same shares for which Mr. Tang Yu Lap, Convenient Way Limited and Mr. Yeung Sai Hong have interests.

HHL is the registered and beneficial owner of 256,372,000 shares of the Company. Mr. Tang Yu Lap beneficially owned 35% of the issued capital of HHL, Convenient Way Limited beneficially owned 35% of the issued capital of HHL, Mr. Yeung Sai Hong beneficially owned 60% of the issued capital of Convenient Way Limited and is deemed (by virtue of the SDI Ordinance) to be interested in the 256,372,000 shares.

Save as disclosed above, the Company has not been notified of any interests representing 10% or more of the issued share capital of the Company.

PURCHASE, SALE OR REDEMPTION OF SHARES

During the period, the Company repurchased a total of 9,792,000 ordinary shares of HK\$0.1 each on The Stock Exchange of Hong Kong Limited. Details of the repurchase are as follows:

Month	Number of shares repurchased	Price per share		Total cost
		Highest	Lowest	
		HK\$	HK\$	HK\$
May 2002	9,792,000	0.55	0.51	5,263,778

The shares repurchased had been duly cancelled during the period accordingly. The directors considered that the shares were repurchased for the purpose of enhancing the net asset value per share of the Company.

Save as disclosed above, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities during the period.

COMPLIANCE WITH THE CODE OF BEST PRACTICE OF THE LISTING RULES

None of the directors of the Company is aware of any information which would indicate that the Group is not, or was not, in compliance with the Code of Best Practice as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules") at any time during the six months ended 30th June 2002.

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters including a review of the unaudited interim accounts for the six months ended 30th June 2002 with the directors.

On behalf of the Board

Tang Ping Sum

Director

Hong Kong, 24th September 2002