

SUBSTANTIAL SHAREHOLDERS' INTERESTS

So far as is known to the Directors, as at 30 June 2003, the following persons (other than the Directors or the chief executives of the Company) had, or were deemed to have, interests or short positions in the shares or underlying shares of the Company, directly or indirectly interested in 5% or more, which were required to be entered in the register, pursuant to section 336 of the SFO.

Name	Number or attributable number of Shares held	Approximate percentage or attributable percentage of shareholding (%)
KMP Atlantic Limited (<i>Note 1</i>)	102,300,000	16.66
KMP Equities Holding Ltd. (<i>Note 1</i>)	102,300,000	16.66
Anthoni Salim (<i>Note 1</i>)	102,300,000	16.66
Siti Jusuf (<i>Note 1</i>)	102,300,000	16.66
Lin Huang Su Feng (<i>Note 2</i>)	35,873,200	5.84
Angeleslao Jocelyn O. (<i>Note 3</i>)	41,118,000	6.70
Shu Shin Yu (<i>Note 4</i>)	33,690,800	5.49
Huang Chun Chieh (<i>Note 5</i>)	51,213,000	8.34
Huang Qiu Gu (<i>Note 6</i>)	51,213,000	8.34

Notes:

- The entire issued share capital of KMP Atlantic Limited is beneficially owned as to 90% by KMP Equities Holding Ltd., which entire issued share capital is in turn owned as to 50% each by Mr. Anthoni Salim and Mr. Andree Halim, a non-executive Director. Accordingly, each of KMP Equities Holding Ltd., Mr. Anthoni Salim and Mr. Andree Halim is deemed to be interested in the 102,300,000 Shares beneficially owned by KMP Atlantic Limited. The interests of Mr. Andree Halim are disclosed under the heading "Directors' interests".

Ms. Siti Jusuf is the spouse of Mr. Anthoni Salim. Accordingly, Ms. Siti Jusuf is deemed to be interested in the 102,300,000 Shares beneficially owned by KMP Atlantic Limited.

SUBSTANTIAL SHAREHOLDERS' INTERESTS (continued)

2. Madam Lin Huang Su Feng is the spouse of Mr. Lin Chun Kuei. Accordingly, she is deemed to be interested in the 35,873,200 Shares which are beneficially owned by Mr. Lin Chun Kuei and the 39,000,000 new shares allotted to Mr. Lin on 29 August 2003 in accordance with a Capitalization Agreement between Mr. Lin and the Company.

3. Ms. Angeleslao Jocelyn O. is the spouse of Mr. Ng Kin Nam and the beneficial owner of 50% of the existing issued share capital of Jade Investment. Accordingly, she is deemed to be interested in the 23,157,200 Shares beneficially owned by Mr. Ng Kin Nam and the 10,359,800 Shares beneficially owned by Jade Investment. She is also the beneficial owner of 7,601,000 Shares.

On 29 August 2003, 78,000,000 new shares were allotted to Jade Investment in accordance with a Capitalization Agreement between Jade Investment and the Company. She is deemed to be interested in the 78,000,000 shares beneficially owned by Jade Investment.

4. Ms. Shu Shin Yu is the spouse of Mr. Lin Chun Fu. Accordingly, she is deemed to be interested in the 33,690,800 Shares beneficially owned by Mr. Lin Chun Fu.

5. Mr. Huang Chun Chieh is the beneficial owner of 41,213,000 Shares and is deemed to be interested in the 10,000,000 Shares beneficially owned by his spouse, Ms. Huang Qiu Gu.

6. Ms. Huang Qiu Gu is the beneficial owner of 10,000,000 Shares and is deemed to be interested in the 41,213,000 Shares beneficially owned by her spouse, Mr. Huang Chun Chieh.

Save as disclosed above, as at 30 June 2003, the Directors were not aware of any other person (other than the Directors or the chief executives of the Company) who had, or was deemed to have, interests or short positions in the shares or underlying shares of the Company, directly or indirectly interested in 5% or more, which were required to be entered in the register, pursuant to section 336 of the SFO.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 June 2003.

CODE OF BEST PRACTICE

None of the Directors is aware of any information that would reasonably indicate that the Company is not, or was not for any part of the six months ended 30 June 2003, in compliance with the Code of Best Practice, as set out in Appendix 14 of the Listing Rules, except that the non-executive directors of the Company are not appointed for specific terms but are subject to retirement by rotation in accordance with the Company's bye-laws.

AUDIT COMMITTEE

The Audit Committee comprises the two independent non-executive directors of the Company. The Audit Committee has reviewed with the management and the auditors of the Company the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters including the review of the unaudited interim financial statements for the six months ended 30 June 2003.

APPRECIATION

The Board would like to express its sincere appreciation to the bankers, suppliers, customers, shareholders and staff for their continued support to the Group.

On behalf of the Board

Lin Chun Kuei

Chairman

Hong Kong, 8 September 2003