

ADDITIONAL INFORMATION PROVIDED IN ACCORDANCE WITH THE LISTING RULES

Interim dividend

The Board has declared an interim dividend of HK3.0 cents per share for the six months ended 30 June 2003, to shareholders whose names appear on the Register of Members at the close of business on 22 October 2003. Dividend warrants will be despatched to shareholders on or before 31 October 2003.

Closure of the transfer books and register of members

The Transfer Books and Register of Members will be closed from 17 October 2003 to 22 October 2003, both days inclusive. During this period, no transfer of shares will be registered.

In order to qualify for the entitlement of the proposed interim dividend, all transfer forms accompanied by the relevant share certificates must be lodged with the Company's Registrar, Abacus Share Registrars Limited, G/F., Bank of East Asia Harbour View Centre, 56 Gloucester Road, Wanchai, Hong Kong, not later than 4:00p.m. on 16 October 2003.

Directors' and chief executive's interests in shares

As at 30 June 2003, the directors and chief executive of the Company had the following interests in the issued share capital of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("the SFO")) as recorded in the register required to be kept by the Company under Section 352 of the SFO or notified to the Company



and The Stock Exchange of Hong Kong Limited (“SEHK”) pursuant to the Model Code for Securities Transactions by Directors of Listed Companies:

	Number of ordinary shares			
	Personal interests	Family interests	Corporate interests	Other interests
Dream International Limited				
Kyoo Yoon Choi	–	–	487,500,000 (Note 1)	–
Chul Hong Min	660,000	–	–	–
Young M. Lee	200,000	–	–	–
C & H Co., Ltd.				
Kyoo Yoon Choi	197,100 (Note 1)	–	–	–
Chul Hong Min	14,750 (Note 2)	–	–	–
Tae Sub Choi	5,900 (Note 2)	–	–	–
Gina World Co., Ltd.				
Kyoo Yoon Choi	795,000 (Note 3)	–	–	–

Notes:

1. Kyoo Yoon Choi in his own name holds approximately 35.92% of the issued share capital of C & H Co., Ltd., together with his wife, Woul Hee Cha, and his three children, Woo Jin Choi, You Jin Choi and Soo Jin Choi, hold approximately 84.57% of the issued share capital of C & H Co., Ltd. and Kyoo Yoon Choi beneficially owns 76% of the issued share capital of Uni-Link Technology Limited which is a substantial shareholder of the Company.
2. Chul Hong Min and Tae Sub Choi hold approximately 2.69% and 1.07% of the issued share capital of C & H Co., Ltd. respectively.
3. Kyoo Yoon Choi holds approximately 15.9% of the issued share capital of Gina World Co., Ltd.

Share option scheme

The Company has a share option scheme which was adopted on 22 January 2002 whereby the directors of the Company are authorised, at their discretion, to invite employees of the group, including directors of any company in the group, to take up options to subscribe for shares of the Company. The exercise price of the options is the highest of (i) the nominal value of the shares, (ii) the closing price of the shares on the SEHK on the date of grant and (iii) the average closing price of the shares on the SEHK for the five business days immediately preceding the date of grant. The options may be exercised progressively after one to three years and are exercisable for a period to be notified by the directors to each options holder upon the grant of the option. Such period will not exceed ten years from the date on which the option is granted. The maximum number of shares which may be issued upon the exercise of all outstanding options and yet to be exercised under the share option scheme shall not exceed 30% of the issued share capital of the Company from time to time. Subject always to the above overall limit, the directors may grant options under the share option scheme, generally and without further authority, in respect of such number of shares which may be issued upon exercise of all options to be granted under the share option scheme not exceeding 10% of the issued share capital of the Company as at 7 February 2002, being the date on which the Company's shares were listed on the SEHK. For the purpose of calculating the above, options lapsed in accordance with the share option scheme shall not be counted.

As at 30 June 2003, the directors individually, other employees and other participants in aggregate of the company had the following interests in options to subscribe for shares of the Company granted at nominal consideration under the share option scheme of the Company. Each option gives the holder the right to subscribe for one share and the consideration paid by each holder for the options granted is HK\$1.00.



	No. of options outstanding as at 1 January 2003	No. of options outstanding as at 30 June 2003	Date granted	Period during which options exercisable (Note 1)	Exercise price per share	No. of options exercised during the period	Weighted average closing price immediately before the date on which the options were exercised	No. of options lapsed during the period (Note 2)
Directors								
Chul Hong Min	6,500,000	5,840,000	7 February 2002	7 February 2003 to 7 February 2012	HK\$1.18	660,000	HK\$1.44	–
Young M. Lee	3,900,000	3,700,000	7 February 2002	7 February 2003 to 7 February 2012	HK\$1.18	200,000	HK\$1.44	–
Tae Sub Choi	–	1,950,000	15 April 2003	15 April 2004 to 15 April 2013	HK\$1.43	–	–	–
Employees in aggregate	16,250,000	12,914,000	7 February 2002	7 February 2003 to 7 February 2012	HK\$1.18	2,426,000	HK\$1.44	910,000
	–	650,000	15 April 2003	15 April 2004 to 15 April 2013	HK\$1.43	–	–	–
Other participant	3,900,000	–	7 February 2002	7 February 2003 to 7 February 2012	HK\$1.18	1,170,000	HK\$1.44	2,730,000

Note:

- The maximum percentage of the share options that may be exercised is determined in stages as follows:-

	Percentage of share options granted
On or after 1st year anniversary of the date of grant	30%
On or after 2nd year anniversary of the date of grant	another 30%
On or after 3rd year anniversary of the date of grant	another 40%

- Pursuant to the condition of the share option scheme, any unexercised number of options granted to any employees will lapse three months after the employees ceases employment relationship with the Company.

The closing price of the share of the Company immediately before the date on which the share options were granted during this six months period was HK\$1.40.

The share options granted are not recognised in the financial statements until they are exercised. The weighted average value per option granted in during six months ended 30 June 2003 estimated at the date of grant using the Black-Scholes pricing model was HK\$0.384. The weighted average assumptions used are as follows:

Risk-free interest rate per annum	3.68%
Expected life	10 years
Annualised volatility	50.83%
Expected dividend per share	HK\$0.088

The Black-Scholes option pricing model was developed for use in estimating the fair value of traded options that have no vesting restrictions and are fully transferable. In addition, such option pricing model requires input of highly subjective assumptions, including the expected stock price volatility. Because the Company's share options have characteristics significantly different from those of traded options, and because changes in the subjective input assumptions can materially affect the fair value estimate, the Black-Scholes option pricing model does not necessarily provide a reliable measure of the fair value of the share options.



Apart from the foregoing, at no time during the period was the Company, its holding company, subsidiaries or fellow subsidiaries a party to any arrangement to enable the director or chief executive of the Company or any of their spouses or children under eighteen years of age to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Substantial interests in the shares capital of the company

As at 30 June 2003, the following substantial shareholders' interests were recorded in the register required to be kept by the Company under Section 336 of the SFO as holding 5% or more of the issued share capital of the Company:

Name	Ordinary shares held	Percentage of total issued shares
C & H Co., Ltd.	382,850,000	58.49%
Uni-Link Technology Limited	104,650,000	15.99%
Kyoo Yoon Choi (<i>Note 1</i>)	487,500,000	74.48%
Arisaig Greater China Fund	49,938,000	7.63%
Arisaig Partners (Mauritius) Limited (<i>Note 2</i>)	49,938,000	7.63%
Lindsay William Ernest Cooper (<i>Note 3</i>)	49,938,000	7.63%

Notes:

1. Kyoo Yoon Choi, together with his wife, Woul Hee Cha, and his three children, Woo Jin Choi, You Jin Choi and Soo Jin Choi, hold approximately 84.57% of the issued share capital of C & H Co., Ltd. and Kyoo Yoon Choi beneficially owns 76% of the issued share capital of Uni-Link Technology Limited. Kyoo Yoon Choi is considered to have deemed interests in the 487,500,000 ordinary shares as to approximately 74.48% of the issued shares of the Company.
2. Arisaig Partners (Mauritius) Limited is the fund manager of Arisaig Greater China Fund.
3. Lindsay William Ernest Cooper is entitled to the indirect interest in Arisaig Partners (Mauritius) Limited.



Save as disclosed above, as at 30 June 2003, the Company is not aware of any other registered substantial shareholder who holds 5% or more of the issued share capital of the Company.

Purchase, sales and redemption of the company's listed shares

During the six months ended 30 June 2003, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares.

Compliance with the code of best practice

During the six months ended 30 June 2003, none of the directors of the Company is aware of any information which would indicate that the Company is not, or was not, in compliance with the Code of Best Practice as set out in Appendix 14 of the Main Board Listing Rules of SEHK except that Mr Kyoo Yoon Choi, a non-executive director, who was not appointed for a specific term, and is not subject to retirement by rotation and re-election at the Company's annual general meeting, in accordance with the Company's articles of association,

By order of the Board

Chul Hong Min

Director

Hong Kong, 23 September 2003

