

Management Discussion and Analysis

DIRECTORS' INTERESTS IN SHARES AND IN SHARE OPTIONS

As at 30 June 2003, the interests of the directors and their associates in the shares and underlying shares of the Company and its associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance (“SFO”)), as recorded in the register maintained by the Company pursuant to section 352 of the SFO, or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (“Stock Exchange”) pursuant to the Model Code for Securities Transactions by Directors of Listed Companies, were as follows:

Long Positions

- a. Ordinary shares of HK\$0.01 each of the Company

Name of director	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the Company
Mr. Ou Yaping	Held by controlled corporation	91,799,830 <i>(note)</i>	40.44%

Note: The 91,799,830 shares represent (i) 68,081,902 shares held by Sinolink Worldwide Holdings Limited (“Sinolink”) and (ii) 23,717,928 shares held by Smart Orient Investments Limited (“Smart Orient”), a wholly owned subsidiary of Sinolink. Mr. Ou and his associates together hold 67.60% interests of Sinolink and is deemed by the SFO to be interested in these shares.

- b. Share options

Name of director	Date of grant	Exercise period	Exercise price	Share options outstanding at 30.6.2003	Percentage of the issued share capital of the Company
Mr. Sun Qiang Chang	24.5.2000	24.5.2000 – 23.5.2010	HK\$7.60	3,125,000	1.38%

Details of the directors’ interests in share options granted by the Company are set out under the heading “SHARE OPTIONS”.

Save as disclosed above, none of the directors nor their respective associates have any interests or short positions in shares, underlying shares or debentures of the Company or any of its associated corporation as at 30 June 2003.