



SHARE OPTION SCHEME

Pursuant to an ordinary resolution passed by the shareholders of the Company on 6 March 2002, the old share option scheme was terminated and a new share option scheme (“the Scheme”) was adopted, which is in full compliance with the relevant requirements of Chapter 17 of the Rules Governing the Listing of Securities on the Stock Exchange. As a result, the Company can no longer grant any further options under the old share option scheme. For the six months ended 30 June 2003, no options have been granted under the Scheme.

At 30 June 2003, the directors and employees of the Company had the following personal interests in options to subscribe for shares of the Company granted at nominal consideration under the Company’s share option scheme. Each option gives the holder the right to subscribe for one share.

Directors	Number of options outstanding as at 1 January 2003	Number of options exercised during the period	Number of options outstanding as at 30 June 2003	Date granted	Exercise period	Exercise price HK\$	Share price*	
							At grant date of options HK\$	At exercise date of options HK\$
Zhu Jia Zhen	28,000,000	Nil	28,000,000	29 July 2002	2 September 2002 to 31 August 2007	0.698	0.680	N/A
Sun Tian Gang	28,000,000	Nil	28,000,000	29 July 2002	2 September 2002 to 31 August 2007	0.698	0.680	N/A
Guo Ting	20,000,000	Nil	20,000,000	29 July 2002	2 September 2002 to 31 August 2007	0.698	0.680	N/A
Aggregate total of employees	40,000,000	Nil	40,000,000	29 July 2002	2 September 2002 to 31 August 2007	0.698	0.680	N/A

* The price of the Company’s shares disclosed as at the date of the grant of the share options is the Stock Exchange closing price on the trading day immediately prior to the date of the grant of the share options.

Save as disclosed above, as at 30 June 2003, none of the Directors nor their spouse or children under 18 years of age were granted or had exercised any rights to subscribe for any securities of the Company or any of its associated corporations. At no time during the six months ended 30 June 2003 was the Company or any of its associated corporations a party to any arrangement to enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.