



SHARE OPTION SCHEME

The Company has conditionally adopted a share option scheme approved by way of written resolution of the Company on 3 June 2003 under which the directors of the Company may invite any employee (either full time or part time), directors (including executive directors, non-executive directors and independent non-executive directors), any suppliers, customers, shareholders, adviser (professional or otherwise), joint venture, service providers to the Group from time to time to take up options to subscribe for shares of the Company on the basis of the Directors' opinion as to his contribution to the development and growth of the Group.

The maximum number of securities which may be allotted and issued upon the exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option scheme adopted by the Group must not in aggregate exceed 30% of the share capital of the Company in issue from time to time. The total number of shares which may be allotted and issued upon the exercise of all options to be granted under the Share Option Scheme of the Group must not in aggregate exceed 10% of the Shares in issue on the 25 June 2003, 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.

The subscription price for the Shares under the Shares Option Scheme shall be a price determined by the Directors but shall not be less than the highest of (i) the closing price of the shares as stated in the Stock Exchange's daily quotation sheet issued by the SEHK on the date of grant, (ii) the average closing price of the Shares as stated in the Stock Exchange's daily quotation sheet for the five business days immediately preceding the date of the offer for the grant, and (iii) the nominal value of a share on the date of grant.

The options may be exercised in accordance with the terms of the Share Option Scheme at any time during a period to be notified by the Board of Directors to each option holder but may not be exercised after the expiry of ten years from the date of grant.

Up to the date of this report, no share options were granted pursuant to the Share Option Scheme.