

SHAREHOLDERS WITH NOTIFIABLE INTERESTS

As at 30 September 2003, so far as is known to the Directors, the following persons had interests or short positions in the shares and underlying shares of the Company which are required to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO or, were directly or indirectly, interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any members of the Group:

Name of substantial shareholder	Long/short position	Capacity	Number of shares	Percentage of issued share capital
Farsight (<i>Note</i>)	Long	Beneficial owner	182,515,000	4.02%
	Long	Interest in corporation	2,500,000,000	55.11%
DiChain Holdings	Long	Beneficial owner	2,500,000,000	55.11%

Note: Farsight is interested in more than one-third of the voting shares of DiChain Holdings and is therefore deemed to be interested in the 2,500,000,000 shares beneficially owned by DiChain Holdings.

Save as disclosed above, so far as known to the Directors, as at 30 September 2003, no person (other than a Director), had an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 and Part XV of the SFO, and/or, who was, directly or indirectly, interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of the Company or any other member of the Group, or in any options in respect of such share capital.

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 shares during the period.

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed internal control and financial reporting matters including the review of the unaudited condensed interim consolidated financial statements.

CODE OF BEST PRACTICE

In the opinion of the Directors, the Company has complied with the Code of Best Practice ("the Code"), as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange throughout this interim period, except that the independent non-executive directors of the Company are not appointed for specific terms as required by paragraph 7 of the Code. Independent non-executive directors are subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the Company's Bye-Laws.

APPRECIATION

On behalf of the current Board of Directors, I would like to express the sincere gratitude to our shareholders and all of the Group's employees for their support, dedication and hard work during the period under review.

On behalf of the Board

Fan Di

Chairman

Hong Kong, 10 December 2003