

SHARE OPTION SCHEME

The Company's share option scheme, namely the Pre-IPO and Post-IPO Share Option Schemes were adopted by written resolutions of the then sole shareholder of the Company dated 31 August 2002. The Company has revised the Pre-IPO Share Option Scheme (the "Revised Scheme") pursuant to a resolution passed on 19 September 2003, and the principal change of the Revised Scheme was set out in the Notice of Annual General Meeting of the Company dated 4 August 2003. However, the outstanding options previously granted under the previous Pre-IPO Share Option Scheme (the "Previous Scheme") shall remain valid and exercisable in accordance with the provision of the Previous Scheme.

Under the Pre-IPO Share Option Scheme, each of the Executive and Non-executive Directors has been granted options for consideration of HK\$1 each to acquire ordinary shares ("Shares") of the Company. As at the date of this interim report, options to subscribe for a total of 3,200,000 Shares at HK\$0.60 per Share exercisable during the period commencing from the expiry of six months from the date of listing of the Shares on the Stock Exchange ("Listing Date") and up to 19 September 2004, have been granted under the Pre-IPO Share Option Scheme and no further options can be granted under the Pre-IPO Share Option Scheme after the Listing Day.

During the period under review, no options have been granted. The options previously granted to the Executive and Non-executive Directors under the Pre-IPO Share Option Scheme are detailed as follows:

Grantee	Number of Shares subject to option	Expiry date of the exercise period	
Mr. Liu Chen-chun	800,000	19 September 2004	
Mr. Suen Hoi Wan, Steven	800,000	19 September 2004	(Resigned on 28 July 2003)
Mr. Yuen Man Yiu	800,000	19 September 2004	(Resigned on 12 April 2003)
Mr. Hsieh Chin-chen	400,000	19 September 2004	
Mr. Leung Koon Sing	400,000	19 September 2004	

No granted options have been exercised, cancelled or lapsed from the date of grant to 30 September 2003.

The options granted to Directors of the Company are not recognized in the consolidated financial statements until they are exercised and the Board does not consider it appropriate to project a theoretical value of the options granted. In the absence of a market of the options on the ordinary shares of the Company, the Directors were unable to arrive at an assessment of the value of these options.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Other than as disclosed above, none of the Directors of the Company had any interests or short positions in the shares, underlying shares and debentures of the Company or any associated corporation.

SUBSTANTIAL SHAREHOLDERS

As at 30 September 2003, the register of substantial shareholders maintained under Section 336 of the SFO showed that the following shareholders had an interest of 5% or more in the issued share capital of the Company.

Name of shareholder	Number of Shares held	Approximate % of issued shares
Blaze Holdings Ltd.	14,000,000	17.5%
Everest International Investments Limited	6,000,000	7.48%
TIS Securities (HK) Limited	4,380,000	5.46%
Worldclass Development Limited	4,304,000	5.37%

Other than as disclosed above, the Company has not been notified of any other interests or short positions in the shares and underlying shares of the Company representing 5% or more of the issued share capital of the Company as at 30 September 2003.