

Disclosure under Listing Rule 13.20 (continued)

as a long term receivable and a provision of HK\$110,000,000 was made during the year ended 31 December 2002. The amounts receivable from the CC Group bear interest at rates ranging from the prime rate plus 3.05% to 4% per annum, however no interest has been recognised due to the uncertainty of the recoverability of the receivable.

Additional Information**Directors' Interests and Short Positions in Shares and Underlying Shares**

As at 30 June 2004, the interests and short positions of the Directors in the shares of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")) as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code"), were as follows:—

Long Positions in Ordinary Shares of the Company

Name of Director	Number of ordinary shares directly beneficially owned	Approximate percentage of the Company's shares in issue
Lee Man Chun Tony	1,300,000	0.24

Saved as disclosed above, none of the Directors of the Company had, as at 30 June 2004, registered an interest or short position in the shares or underlying shares of the Company or any of its associated corporations that was required to be recorded pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

Directors' Rights to Acquire Shares or Debentures

At no time during the period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company granted to any director or their respective spouse or minor children, or were any such rights exercised by them; or was the Company, or any of its holding companies, subsidiaries or fellow subsidiaries a party to any arrangement to enable the directors to acquire such rights in any other body corporate.

Substantial Shareholders' and Other Persons' Interests in Shares and Underlying Shares

As at 30 June 2004, the following interests of 5% or more of the shares of the Company were recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO:—

Long Positions in Ordinary Shares of the Company

Name	Number of ordinary shares held	Approximate percentage of the Company's shares in issue
Shenyin Wanguo Holdings (B.V.I.) Limited ("SWHBVI")	268,334,875*	50.56
Venture-Some Investments Limited ("VSI")	268,334,875*	50.56
Shenyin Wanguo (H.K.) Holdings Limited ("SWHKH")	268,334,875*	50.56
Shenyin & Wanguo Securities Co., Ltd. ("SWSC")	270,379,875*	50.94

* SWHBVI was held directly as to 50.51% by VSI. VSI was wholly owned by SWHKH. SWHKH was wholly owned by SWSC. Hence, VSI, SWHKH and SWSC were deemed to be interested in the same parcel of 268,334,875 shares held by SWHBVI under the SFO. SWSC also held 2,045,000 shares in the Company.

Substantial Shareholders' and Other Persons' Interests in Shares and Underlying Shares (continued)

Save as disclosed above, as at 30 June 2004, no person, other than one director of the Company, whose interest is set out in the section "Directors' Interests and Short Positions in Shares and Underlying Shares" above, had registered an interest or short position in the shares or underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO.

Code of Best Practice

None of the Directors is aware of any information that would reasonably indicate that the Company is not, or was not for any part of the accounting period covered by the interim report, in compliance with the Code of Best Practice (the "Code") as set out in Appendix 14 of the Listing Rules, except that the non-executive directors of the Company are not appointed for specific terms as required by paragraph 7 of the Code, but are subject to retirement by rotation in accordance with the Company's articles of association.

Audit Committee

The Company has an audit committee which was established in accordance with the requirements of the Code, for the purpose of reviewing and providing supervision over the Group's financial reporting process and internal controls. The audit committee comprises two independent non-executive directors and one non-executive director of the Company. The unaudited condensed consolidated interim financial statements have been reviewed by the audit committee.

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 listed securities during the period.

On Behalf of the Board

Feng Guorong

Chairman

Hong Kong, 16 August 2004